## **BOARD of SUPERVISORS**



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November 10, 2016

File No. 161197

Lisa Gibson Acting Environmental Review Officer Planning Department 1650 Mission Street, Ste. 400 San Francisco, CA 94103

Dear Ms. Gibson:

On November 1, 2016, Mayor Lee introduced the following proposed legislation:

File No. 161197

Resolution approving the jurisdictional transfer of 1801 Jerrold Avenue, Assessor's Parcel Block No. 5281, Lot No. 001, consisting of approximately 64,340 square feet, commonly known as the Asphalt Plant Site, currently under the jurisdiction of Public Works (SFPW) to the San Francisco Public Utilities Commission (SFPUC), and a portion of 160 Napoleon Street, Assessor's Parcel Block No. 4343, Lot Nos. 018 and 031, and Block No. 4346, Lot Nos. 001 and 001A, consisting of 59,132 square feet, commonly known as the Napoleon Site, currently under the jurisdiction of the SFPUC to the SFPW, subject to the terms and conditions of a Memorandum of Understanding between SFPUC and SFPW; adopting environmental findings and other findings that the actions set forth in this Resolution are consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and authorizing other actions in furtherance of this Resolution, as defined herein.

This legislation is being transmitted to you for environmental review.

Angela Calvillo, Clerk of the Board

DnBy: Alisa Somera, Legislative Deputy Director Land Use and Transportation Committee

Attachment

c: Joy Navarrete, Environmental Planning Jeanie Poling, Environmental Planning

[Jurisdictional Transfer and Exchange of City Property - San Francisco Public Utilities Commission - Public Works - 160 Napoleon Street - 1801 Jerrold Avenue and a Portion of 160 Napoleon Street]

Resolution approving the jurisdictional transfer of 1801 Jerrold Avenue, Assessor's Parcel Block No. 5281, Lot No. 001, consisting of approximately 64,340 square feet, commonly known as the Asphalt Plant Site, currently under the jurisdiction of Public Works (SFPW) to the San Francisco Public Utilities Commission (SFPUC), and a portion of 160 Napoleon Street, Assessor's Parcel Block No. 4343, Lot Nos. 018 and 031, and Block No. 4346, Lot Nos. 001 and 001A, consisting of 59,132 square feet, commonly known as the Napoleon Site, currently under the jurisdiction of the SFPUC to the SFPW, subject to the terms and conditions of a Memorandum of Understanding between SFPUC and SFPW; adopting environmental findings and other findings that the actions set forth in this Resolution are consistent with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and authorizing other actions in furtherance of this Resolution, as defined herein.

WHEREAS, The City and County of San Francisco owns certain real property located at 1801 Jerrold Avenue, in San Francisco, California, and known as Assessor's Parcel Block No. 5281, Lot No. 001 (Asphalt Plant Site); and

WHERERAS, The San Francisco Public Works Department (SFPW) has jurisdiction over the Asphalt Plant Site that is comprised of approximately 64,340 square feet, as described and depicted on a map of the Asphalt Plant Site (Exhibit A and B) on file with the Clerk of the Board of Supervisors in File No. \_\_\_\_\_ and incorporated herein by reference; and

WHEREAS, The SFPW is no longer using the Asphalt Plant Site for a municipal asphalt plant; and

WHEREAS, The City and County of San Francisco owns certain real property located at Block No. 4343, Lot Nos. 018 and 031 and Block No. 4346, Lot Nos. 001 and 001A (SFPUC Parcels), which are bounded by Napoleon, Evans, and Cesar Chavez Streets; and

WHEREAS, The San Francisco Public Utilities Commission (SFPUC) has jurisdiction over the SFPUC Parcels, which are subject to SFPUC easements and SFPUC subsurface wastewater facilities running through sewer rights of way, as depicted on a map of the SFPUC's Wastewater Restricted Area (Exhibit C) on file with the Clerk of the Board of Supervisors in File No. \_\_\_\_\_ and incorporated herein by reference; and

WHEREAS, The SFPUC Parcels have no surface structural improvements and the SFPUC uses a portion of the SFPUC Parcels for parking and seven furnished trailers (Trailers) (Exhibit F) for office use; and

WHEREAS, The SFPW maintains a facility for its operational vehicles, equipment and storage on Cesar Chavez Street near Evans Street (SFPW Yard) which is located on a portion of, and adjacent to, the SFPUC Parcels; and

WHEREAS, On February 22, 2000, by Resolution No. 00-0064, the SFUPC authorized execution of a revocable, personal, non-exclusive, and non-possessory permit (Permit) between the SFPUC and SFPW that provides for SFPW to enter and use a portion of the SFPUC Parcels for equipment and materials storage and parking; and

WHEREAS, The SFPW desires to acquire jurisdiction over and occupy approximately 59,132 square feet of the SFPUC Parcels (Napoleon Site) to expand its SFPW Yard and operations; and

WHEREAS, Because a portion of the Napoleon Site is located within the existing

Permit area and over SFPUC's subsurface wastewater facilities, the SFPW's proposed

acquisition of jurisdiction over, and occupation of, the Napoleon Site will be subject to

restrictions set forth in a Memoradum of Understanding (MOU) between the SFPUC and the

SFPW that protects and assures the SFPUC access to the existing and any future wastewater facilities placed under the Napoleon Site; and

WHEREAS, The SFPW desires to obtain ownership and use of the seven Trailers currently owned by the SFPUC; and

WHEREAS, The Trailers are operational but have limited residual monetary value to the SFPUC; and

WHEREAS, The SFPUC'S Southeast Water Pollution Control Plant (SEP) facilities located directly across from the Asphalt Plant Site are old, and require substantial maintenance, repair, and replacement; and

WHEREAS, The SFPUC is undertaking scheduled repair and replacement projects at the SEP and at various locations in San Francisco in the near term, and has immediate need for additional space for storage of equipment and vehicles and temporary relocation of existing uses in the vicinity of the SEP; and

WHEREAS, In the longer term, the SFPUC anticipates a continuing need for more space for capital improvement projects related to existing facilities and upgrades to the wastewater system; and

WHEREAS, Because of the existing intensive competition for available industrial land in San Francisco, particularly in proximity to the SFPUC's existing utility plants and facilities, the SFPUC now seeks to secure land necessary to support its current and future obligations to provide essential utility services; and

WHEREAS, The SFPUC desires to acquire jurisdiction over the Asphalt Plant Site as part of its capital improvement program in exchange for consenting to transfer the Napoleon Site and ownership of the Trailers to SFPW, subject to appropriate restrictions regarding the use of, and access to, the existing and future wastewater facilities within the Napoleon Site; and

WHEREAS, The SFPW desires to acquire jurisdiction of over the Napoleon Site and ownership of the Trailers in exchange for consenting to the jurisdictional transfer of the Asphalt Plant Site to the SFPUC subject to the terms and conditions set forth in a MOU; and

WHEREAS, On June 2, 2016, the Planning Department determined that the jurisdictional transfer of the Asphalt Plant Site from the SFPW to the SFPUC and the Napoleon Site from the SFPUC to the SFPW would not be subject to the California Environmental Quality Act Public Resources Code Section 21000 *et seq.* (CEQA), pursuant to CEQA Guidelines Section 15301(b), Class 1, Section 15304 (Minor Alterations of Land), Class 4, and Section 15305 (Minor Alterations in Land Use Limitations), which provide that an activity is not subject to CEQA if the activity will result in minor alterations of the land and use; said determination is on file with the Clerk of the Board of Supervisors in File No. \_\_\_\_\_ and is incorporated herein by reference; and

WHEREAS, On October 25, 2016, the SFPUC approved Resolution No. 16-0228, a copy of which is on file with the Clerk of the Board of Supervisors in File No. \_\_\_\_ and incorporated herein by reference, which found the Napoleon Site surplus to the SFPUC'S utility needs and authorizes the SFPUC General Manager to negotiate and execute a MOU with the SFPW for the jurisdictional transfer and exchange of the Napoleon Site and Trailers, subject to the SFPUC's continued rights to access, maintain, operate, repair, and replace the wastewater facilities contained within and under the Napoleon Site, to SFPW and acceptance of the Asphalt Site from SFPW; and

WHEREAS, In accordance with the provisions of Section 23.14 of the San Francisco Administrative Code, the Director of Property has determined and reported to the Mayor that the appraised fair market value of the Napoleon Site and Trailers is approximately the same as the appraised fair market value of the Asphalt Site, and in his opinion, the appraisals demonstrate that the fair market value of the two properties proposed for exchange are

reasonably equivalent and the Asphalt Plant Site can be used more advantageously by the SFPUC and the Napoleon Site can be used more advantageously by the SFPW; and

WHEREAS, In order to implement the jurisdictional transfer, the SFPUC and the SFPW are negotiating a MOU; and

WHEREAS, In a General Plan Referral dated October 17, 2016, the City's Planning Department found that the jurisdictional transfer and exchange of the Asphalt Plant Site from the SFPW and to the SFPUC and the Napoleon Site from the SFPUC to the SFPW is consistent with the City's General Plan and with Planning Code Section 101.1-(b); a copy of the General Plan Referral is on file with the Clerk of the Board of Supervisors in File No.\_\_\_\_\_ and is incorporated herein by reference; and

WHEREAS, The Board of Supervisors finds that the actions contemplated in this Resolution are consistent with the General Plan, and with Planning Code, Section 101.1-(b) for the reasons set forth in said letter; now, therefore, be it

RESOLVED, That in accordance with the recommendation of the Director of Public Works, the General Manager of the SFPUC, and the Director of Property, the Board of Supervisors hereby declares that the public interest or necessity will not be inconvenienced by the jurisdictional transfer and exchange of the Asphalt Plant Site and the Napoleon Site; and, be it

FURTHER RESOLVED, That the Board of Supervisors finds that the actions contemplated in this Resolution are consistent with the City's General Plan and with Planning Code Section 101.1-(b) for the reasons set forth in the letter from the Planning Department to the Director of Property referenced above; and, be it

FURTHER RESOLVED, That the Board of Supervisors hereby authorizes and directs the Director of Property to transfer jurisdiction of the Asphalt Plant Site and the Napoleon Site in accordance with the terms and conditions of the MOU; and, be it

FURTHER RESOLVED, That the jurisdictional transfer and exchange contemplated herein is not subject to Chapter 23A of the San Francisco Administrative Code, the Surplus Property Ordinance, because the Asphalt Plant Site and Napoleon Site are not "surplus property" as defined in Section 23A.4; and, be it

FURTHER RESOLVED, That the Mayor, the Clerk of the Board of Supervisors, the Director of Property, the Director of Public Works and the General Manager of the SFPUC are each authorized and directed to enter into any and all documents and take any and all actions which such party, in consultation with the City Attorney, determines are in the best interest of the City, are necessary or advisable to consummate the performance of the purposes and intent of this Resolution, and comply with all applicable laws, including the City's Charter, and including but not limited to the MOU and any modifications or amendments thereto.

Recommended:

Approved:

EDWIN M. LEE

Mayor

HARLAN L. KELLY, JR.

General Manager of the SFPUC

MOHAMMED NURU Director of Public Works

JOHN UPDIKE

Director of Property