BOARD of SUPERVISORS



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September 28, 2017

Planning Commission Attn: Jonas Ionin 1650 Mission Street, Ste. 400 San Francisco, CA 94103

Dear Commissioners:

On September 26, 2017, Supervisor Peskin introduced the following substitute legislation:

File No. 170418-2

Ordinance amending the Planning Code to 1) limit lot sizes in the Pacific Avenue Neighborhood Commercial District ("Pacific NCD") and the Polk Street Neighborhood Commercial District ("Polk NCD"); 2) limit the size of Non-Residential Uses in the Pacific NCD and Polk NCD, and exempting movie theaters in the Polk NCD from certain size limits; 3) restrict lot mergers in the Pacific NCD and Polk NCD; 4) require ground floor Commercial Uses in the Polk NCD and on certain portions of Pacific Avenue: 5) modify residential and nonresidential off-street parking requirements in the Pacific NCD and Polk NCD; 6) prohibit garage entries, driveways, or other vehicular access to off-street parking or loading on certain streets and alleys in the Pacific NCD and Polk NCD; 7) deem nonconforming uses in the Polk NCD to be discontinued after 18 months of non-use; 8) modify the maximum concentration of Eating and Drinking Uses in the Polk NCD; 9) prohibit massage establishment, chair/foot massage, and kennel uses in the Polk Street NCD; 10) restrict medical services in the Polk NCD and Pacific NCD; 11) prohibit storefront mergers in the Polk NCD; 12) require a dwelling unit mix in the Pacific NCD and Polk NCD; 13) prohibit the loss of residential units through demolition, merger, or conversion and allow division if it meets a dwelling unit mix requirement in the Polk NCD and Pacific NCD; 14) require Conditional Use authorization before replacing a legacy business in the Polk NCD and Pacific NCD; 15) correct, clarify, and simplify language in other Planning Code Sections; and affirming the Planning Department's determination under the California Environmental Quality Act; and making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1, and findings of public convenience, necessity, and welfare under Planning Code, Section 302.

The proposed ordinance is being transmitted pursuant to Planning Code, Section 302(b), for public hearing and recommendation. The ordinance is pending before the Land Use and Transportation Committee and will be scheduled for hearing upon receipt of your response.

Angela Calvillo, Clerk of the Board

Jui Jon Major

By: Erica Major, Assistant Clerk Land Use and Transportation Committee

c: John Rahaim, Director of Planning Aaron Starr, Acting Manager of Legislative Affairs Scott Sanchez, Zoning Administrator Lisa Gibson, Acting Environmental Review Officer AnMarie Rodgers, Senior Policy Advisor Laura Lynch, Environmental Planning Joy Navarrete, Environmental Planning

FILE NO. 170418

SUBSTITUTED 9/26/2017

ORDINANCE NO.

[Planning Code - Commercial Uses in Polk Street and Pacific Avenue Neighborhood Commercial Districts; Technical and Other Amendments]

Ordinance amending the Planning Code to 1) limit lot sizes in the Pacific Avenue Neighborhood Commercial District ("Pacific NCD") and the Polk Street Neighborhood Commercial District ("Polk NCD"); 2) limit the size of Non-Residential Uses in the Pacific NCD and Polk NCD, and exempting movie theaters in the Polk NCD from certain size limits; 3) restrict lot mergers in the Pacific NCD and Polk NCD; 4) require ground floor Commercial Uses in the Polk NCD and on certain portions of Pacific Avenue; 5) modify residential and non-residential off-street parking requirements in the Pacific NCD and Polk NCD; 6) prohibit garage entries, driveways, or other vehicular access to off-street parking or loading on certain streets and alleys in the Pacific NCD and Polk NCD; 7) deem nonconforming uses in the Polk NCD to be discontinued after 18 months of non-use; 8) modify the maximum concentration of Eating and Drinking Uses in the Polk NCD; 9) prohibit massage establishment, chair/foot massage, and kennel uses in the Polk Street NCD; 10) restrict medical services in the Polk NCD and Pacific NCD; 11) prohibit storefront mergers in the Polk NCD; 12) require a dwelling unit mix in the Pacific NCD and Polk NCD; 13) prohibit the loss of residential units through demolition, merger, or conversion and allow division if it meets a dwelling unit mix requirement in the Polk NCD and Pacific NCD; 14) require Conditional Use authorization before replacing a legacy business in the Polk NCD and Pacific NCD; 15) correct, clarify, and simplify language in other Planning Code Sections; and affirming the Planning Department's determination under the California Environmental Quality Act; and making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1, and findings of public convenience, necessity, and welfare under Planning Code, Section 302.

NOTE: Unchanged Code text and uncodified text are in plain Arial font. 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>. Board amendment additions are in <u>double-underlined Arial font</u>. Board amendment deletions are in <u>strikethrough Arial font</u>. Asterisks (* * * *) indicate the omission of unchanged Code subsections or parts of tables.

Be it ordained by the People of the City and County of San Francisco:

Section 1. Findings.

(a) The Planning Department has determined that the actions contemplated in this ordinance are categorically exempt from environmental review under Sections 15060(c) and 15378 of the California Environmental Quality Act (California Public Resources Code Sections 21000 et seq.). Said determination is on file with the Clerk of the Board of Supervisors in File No. 1700418 and is incorporated herein by reference. The Board affirms this determination.

(b) On July 13, 2017, the Planning Commission, in Resolution No. 19959, adopted findings that the actions contemplated in this ordinance are consistent, on balance, with the City's General Plan and eight priority policies of Planning Code Section 101.1. The Board adopts these findings as its own. A copy of said Resolution is on file with the Clerk of the Board of Supervisors in File No. 1700418, and is incorporated herein by reference.

(c) On July 13, 2017, the Planning Commission, in Resolution No. 19959, approved this legislation, recommended it for adoption by the Board of Supervisors, and adopted findings that it will serve the public necessity, convenience, and welfare. Pursuant to Planning Code Section 302, the Board adopts these findings as its own. A copy of said Resolution is on file with the Clerk of the Board of Supervisors in File No. 1700418, and is incorporated by reference herein.

Section 2. The Planning Code is hereby amended by revising Sections 121.1, 121.2, 121.7, and 145.4, to read as follows:

SEC. 121.1. DEVELOPMENT OF LARGE LOTS, NEIGHBORHOOD COMMERCIAL DISTRICTS.

Purpose. In order to promote, protect, and maintain a scale of development (a) which is appropriate to each district and compatible with adjacent buildings, new construction or significant enlargement of existing buildings on lots of the same size or larger than the square footage stated in the table below shall be permitted only as Conditional Uses.

District	Lot Size Limits
<u>Pacific Avenue</u> <u>Polk Street</u>	<u>2,500 sq. ft.</u>
NC-1, NCT-1	
24th Street-Mission	
24th Street-Noe Valley	
Broadway	
Castro Street	
Glen Park	
Haight Street	5,000 sq. ft.
Inner Clement Street	
Inner Sunset	
Irving Street	
Judah Street	
Noriega Street	
North Beach	

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1	Outer Clement Street	
2	Sacramento Street	
3	Taraval Street	
4	Union Street	
5	Upper Fillmore Street	
6	West Portal Avenue	
7	NC-2, NCT-2	
8	NC-3, NCT-3	
9	Divisadero Street	*
10	Excelsior Outer Mission Street	
11	Fillmore Street	
12	Folsom Street	
13	Hayes-Gough	
14	Japantown	10,000 ag #
15	Mission Street	10,000 sq. ft.
16	Ocean Avenue	
17	Pacific Avenue	
18	Polk Street	
19	Regional Commercial District	
20	SoMa	
21	Upper Market Street	
22	Valencia Street	
23	NC-S	Not Applicable
24	* * * *	
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SEC. 121.2. NON-RESIDENTIAL USE SIZE LIMITS IN NEIGHBORHOOD COMMERCIAL AND NEIGHBORHOOD COMMERCIAL TRANSIT DISTRICTS.

* * * *

(b) In order to protect and maintain a scale of development appropriate to each district, Non- Residential Uses that exceed the square footage stated in the table below shall not be permitted, except in the following circumstances:

(1) In the Castro Street Neighborhood Commercial District, a Child Care Facility, School, Post-Secondary Educational Institution, Religious Institution, Social Service or Philanthropic Facility, Community Facility, or a Residential Care Facility as defined in Section 102 of this Code that is operated by a non-profit and is neighborhood-serving may exceed this Subsection 121.2(b) with Conditional Use authorization.

(2) In the Regional Commercial District, Schools and Childcare Facilities as defined in Section 102 may exceed this Subsection 121.2(b) with Conditional Use authorization.

(3) In the Polk Street Neighborhood Commercial District, this subsection 121.2(b) shall not apply to a Movie Theater use as defined in Section 102 of this Code.

The use area shall be measured as the Gross Floor Area for each individual Non-Residential use.

District	Use Size Limits
West Portal Avenue North Beach Castro Street <u>Polk Street</u> <u>Pacific Avenue</u>	4,000 sq. ft.
Regional Commercial District	25,000 square feet

SEC. 121.7. RESTRICTION OF LOT MERGERS IN CERTAIN DISTRICTS AND ON PEDESTRIAN-ORIENTED STREETS.

In order to promote, protect, and maintain a fine-grain scale of development in residential districts and on important pedestrian-oriented commercial streets which is appropriate to each district, compatible with adjacent buildings; provide for a diverse streetscape; ensure the maintenance and creation of multiple unique buildings and building frontages rather than large single structures superficially treated; promote diversity and multiplicity of land ownership and discourage consolidation of property under single ownership, merger of lots is regulated as follows:

(a) In RTO Districts, merger of lots creating a lot greater than 5,000 square feet
 shall not be permitted except according to the procedures and criteria in subsections (d) and
 (e) below.

(b) In those NCT, NC and Mixed Use Districts listed below, merger of lots resulting in a lot with a single street frontage greater than that stated in the table below on the specified streets or in the specified Districts is prohibited except according to the procedures and criteria in subsections (c) and (d) below.

Street or District	Lot Frontage Limit	
Hayes, from Franklin to Laguna	50 feet	
RED and RED-MX	50 feet	
Church Street, from Duboce to 16th Street	100 feet	
Divisadero Street NCT except for the east and west blocks between Oak and Fell, Fillmore Street NCT, Folsom Street NCT, RCD, WMUG, WMUO, and SALI	100 feet	
Market, from Octavia to Noe	150 feet	
Ocean Avenue in the Ocean Avenue NCT	See subsection (e)	
Inner and Outer Clement NCDs	50 feet	
North Beach NCD and SUD, <i>and</i> Telegraph Hill-North Beach Residential SUD <u>, <i>Polk Street NCD</i>, and Pacific Avenue NCD</u> *	25 feet*	

NC-2 districts on Balboa Street between 2nd Avenue and 8th Avenue, 50 feet and between 32nd Avenue and 38th Avenue					
* For lots that do not have street frontage, the merger would not result in a lot with a width greater than 25 feet.					
* * * *					
SEC. 145.4 REQUIRED GROUND FLOOR COMMERCIAL USES.					
(a) Purpose. To support active, pedestrian-oriented commercial uses on important					
commercial streets.					
(b) Applicability. The requirements of this Section <u>145.4</u> apply to the following street					
frontages.					
* * * *					
(25) Post Street, between Fillmore Street and Laguna Street on the south side a					
between Webster Street and Laguna Street on the north side; and					
(26) Divisadero Street for the entirety of the Divisadero Street NCT District					
(27) The entirety of the North Beach Neighborhood Commercial District and Nor					
Beach Special Use District <u>;</u> -					
(28) Any street frontage that is in the Polk Street Neighborhood Commercial District; an					
(29) Pacific Avenue, between Van Ness Avenue and Jones Street, on lots where the last					
known ground floor use was a commercial or retail use.					
(c) Definitions.					
"Active commercial uses" shall include those uses specifically identified below in					
Table 145.4, and:					
(1) Shall not include Automotive Uses except for Automobile Sale or Rental					
uses where curb-cuts, garage doors, or loading access are not utilized or proposed, and su					

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sales or rental activity is entirely within an enclosed building and does not encroach on surrounding sidewalks or open spaces;

(2) Shall include Public Facilities as defined in Section 102 and *a* Public Uses as defined in Section 890.80, except for Utility Installations; and

(3) Shall not include Residential Care Facilities as defined in Sections 102 and 890.50.

* * * *

Section 3. The Planning Code is hereby amended by revising Sections 151, 151.1, and 155, to read as follows:

SEC. 151. SCHEDULE OF REQUIRED OFF-STREET PARKING SPACES.

(a) **Applicability.** Off-street parking spaces shall be provided in the minimum quantities specified in Table 151, except as otherwise provided in Section 151.1 and Section 161 of this Code. Where the building or lot contains uses in more than one of the categories listed, parking requirements shall be calculated in the manner provided in Section 153 of this Code. Where off-street parking is provided which exceeds certain amounts in relation to the quantities specified in Table 151, as set forth in subsection (c), such parking shall be classified not as accessory parking but as either a *pP*rincipal or a Conditional Use, depending upon the use provisions applicable to the district in which the parking, due to the amount being provided, the Planning Commission shall consider the criteria set forth in Section 303(t) or 303(u) of this Code. Minimum off-street parking requirements shall be reduced, to the extent needed, when such reduction is part of a Development Project's compliance with the Transportation Demand Management Program set forth in Section 169 of *the Planning this* Code.

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(b) Minimum Parking Required.

Table	e 151
OFF-STREET PARKIN	G SPACES REQUIRED
Use or Activity	Number of Off-Street Parking Spaces Required
Dwelling, except as specified below, and except in the Bernal Heights Special Use District as provided in Section 242	One for each Dwelling Unit.
Dwelling, in the Telegraph Hill - North Beach Residential Special Use District	None required. P up to <i>three cars</i> 0.5 parking <u>spaces</u> for each <i>four</i> Dwelling Units, <u>subject to</u> the controls and procedures of Section 249.49(c) and Section 155(t); C up to one car for each Dwelling Unit, subject to the criteria and procedures of Section 303(u); NP above.
Dwelling, in the Polk Street Neighborhood Commercial District	<u>None required.</u> P up to 0.5 cars for each Dwelling Unit; NP above preceding ratio.
Dwelling, in the Pacific Avenue Neighborhood Commercial District	None required. P up to 0.5 cars for each Dwelling Unit; C up to one car for each Dwelling Unit; NP above preceding ratios.
* * * *	* * * *

* * * *

SEC. 151.1. SCHEDULE OF PERMITTED OFF-STREET PARKING SPACES IN SPECIFIED DISTRICTS.

(a) Applicability. This Section 151.1 shall apply only to NCT, RC, RCD, RTO, Mixed
 Use, M-1, PDR-1-D, PDR-1-G, and C-3 Districts, and to the Broadway, Excelsior Outer
 Mission Street, Japantown, *and* North Beach, *Polk, and Pacific* Neighborhood Commercial
 Districts.

* * * *

SEC. 155. GENERAL STANDARDS AS TO LOCATION AND ARRANGEMENT OF OFF-STREET PARKING, FREIGHT LOADING AND SERVICE VEHICLE FACILITIES.

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Required off-street parking and freight loading facilities shall meet the following standards as to location and arrangement. In addition, facilities which are not required but are actually provided shall meet the following standards unless such standards are stated to be applicable solely to required facilities. In application of the standards of this Code for off-street parking and loading, reference may be made to provisions of other portions of the Municipal Code concerning off-street parking and loading facilities, and to standards of the Better Streets Plan and the Bureau of Engineering of the Department of Public Works. Final authority for the application of such standards under this Code, and for adoption of regulations and interpretations in furtherance of the stated provisions of this Code shall, however, rest with the Planning Department.

* * * *

(r) Protected Pedestrian-, Cycling-, and Transit-Oriented Street Frontages. In order to preserve the pedestrian character of certain downtown and neighborhood commercial districts and to minimize delays to transit service, <u>regulation of</u> garage entries, driveways or other vehicular access to off-street parking or loading (except for the creation of new publicly-accessible Streets and Alleys) <u>shall be regulated</u> on development lots <u>shall be</u> as follows on the following street frontages:

(1) Folsom Street, from Essex Street to the Embarcadero, not permitted except as set forth in Section 827.

(2) Not permitted:

* * * *

(GG) Polk Street between Filbert Street and Golden Gate Avenue,
(HH) California Street between Van Ness Avenue and Hyde Street,
(II) Hyde Street between California Street and Pine Street,
(JJ) Broadway between Van Ness Avenue and Larkin Street,

(KK) Bush Street between Van Ness Avenue and Larkin Street, and (LL) Pine Street between Van Ness Avenue and Larkin Street.

(5 4) Parking and Loading Access.

Section 4. The Planning Code is hereby amended by revising Section 186.1, to read as follows:

SEC. 186.1. EXEMPTION OF NONCONFORMING USES IN NEIGHBORHOOD COMMERCIAL DISTRICTS.

* * * *

(d) **Discontinuance.** A nonconforming use that is discontinued for a period of three years, or otherwise abandoned or changed to another use that is listed in Article 7 of this Code as a <u>*p*P</u>rincipal or <u>*e*C</u>onditional <u>*u*U</u>se for the district in which the use is located shall not be reestablished, except <u>for</u> in the following instances:

(1) In the North Beach, <u>Polk Street</u>, Castro Street, and Haight Street Neighborhood Commercial Districts the period of non-use for a nonconforming use to be deemed discontinued shall be 18 months.

* * * *

Section 5. The Planning Code is hereby amended by revising Sections 207.6 and 207.8, to read as follows:

SEC. 207.6. REQUIRED MINIMUM DWELLING UNIT MIX IN RTO, RCD, NCT, DTR, AND EASTERN NEIGHBORHOODS MIXED USE DISTRICTS, THE POLK STREET AND PACIFIC AVENUE NEIGHBORHOOD COMMERCIAL DISTRICTS.

(a) **Purpose.** In order to foster flexible and creative infill development while maintaining the character of the district, dwelling unit density is not controlled by lot area in RTO, NCT, and Eastern Neighborhoods Mixed Use Districts but rather by the physical constraints of this Code (such as height, bulk, setbacks, open space, and dwelling unit exposure). However, to ensure an adequate supply of family-sized units in existing and new housing stock, new residential construction must include a minimum percentage of units of at least two bedrooms. *In the Pacific Avenue and Polk Street Neighborhood Commercial Districts. a dwelling unit mix requirement addresses the need for family-sized housing production in these districts.*

(b) Applicability.

(1) This Section shall apply in the RTO, RCD, NCT, DTR, *and* Eastern Neighborhoods Mixed Use Districts, *and the Pacific Avenue and Polk Street NCDs*.

* * * *

(c) **Controls.** For all RTO, RCD and NCT districts, as well as DTR<u>, and</u> Eastern Neighborhoods Mixed Use Districts <u>and the Pacific Avenue and Polk Street NCDs</u>, one of the following three must apply; <u>.</u>

(1) no less than 40% of the total number of proposed Dwelling Units shall contain at least two bedrooms. Any fraction resulting from this calculation shall be rounded to the nearest whole number of Dwelling Units, or

(2) no less than 30% of the total number of proposed Dwelling Units shall contain at least three bedrooms. Any fraction resulting from this calculation shall be rounded to the nearest whole number of Dwelling Units, or

(3) no less than 35% of the total number of proposed Dwelling Units shall contain at least two or three bedrooms with at least 10% of the total number of proposed Dwelling Units containing three bedrooms. <u>Any fraction resulting from this calculation shall be rounded to</u> <u>the nearest whole number of Dwelling Units.</u>

(d) Modifications.

(1) In NCT, RCD, and RTO and the Pacific Avenue and Polk Street NC Districts, these requirements may be waived or modified with Conditional Use Authorization. In addition to those conditions set forth in Section 303, the Planning Commission shall consider the following criteria:

or

(A) The project demonstrates a need or mission to serve unique populations,

(B) The project site or existing building(s), if any, feature physical constraints that make it unreasonable to fulfill these requirements.

* * * *

(e) **Monitoring.** The Department shall monitor projects that choose Option ($\underline{2} \ \underline{B}$) or ($\underline{3} \ \underline{C}$) in subsection (c)($\underline{2}$) above and shall include that data in the annual Housing Inventory starting in 2019.

SEC. 207.8. DIVISION OF DWELLING UNITS IN THE RTO, <u>POLK STREET NCD, PACIFIC</u> <u>AVENUE NCD, UPPER MARKET NCD, AND NCT DISTRICTS.</u>

In order to ensure an adequate supply of family-sized units in existing and new housing stock, the subdivision of existing units is restricted. The division of any existing <u>dD</u>welling <u>#U</u>nit into two or more units in RTO, <u>Polk Street NCD</u>, <u>Pacific Avenue NCD</u> <u>Upper Market NCD</u>, and NCT districts shall be permitted only if it meets both of the following conditions:

(a) The existing unit exceeds 2,000 occupied square feet or contains more than 3 bedrooms; and

(b) At least one of the resulting units is no less than 2 bedrooms and 1,250 square feet in size.

Section 6. The Planning Code is hereby amended by revising Section 303, to read as follows:

SEC. 303. CONDITIONAL USES.

(a) General. The Planning Commission shall hear and make determinations regarding applications for the authorization of Conditional Uses in the specific situations in which such authorization is provided for elsewhere in this Code. The procedures for Conditional Uses shall be as specified in this Section <u>303</u> and in Sections 306 through 306.6, except that Planned Unit Developments shall in addition be subject to Section 304, Hospitals and Post-Secondary Educational Institutions shall in addition be subject to the Institutional Master Plan requirements of Section 304.5.

* * * *

(f) **Conditional Use Abatement.** The Planning Commission may consider the possible revocation of a Conditional Use or the possible modification of or placement of additional conditions on a Conditional Use when the Planning Commission determines, based upon substantial evidence, that the applicant for the Conditional Use had submitted false or misleading information in the application process that could have reasonably had a substantial effect upon the decision of the Commission or the Conditional Use is not in compliance with a *e*<u>C</u>ondition of *a*<u>A</u>pproval, is in violation of law if the violation is within the subject matter jurisdiction of the Planning Commission, or operates in such a manner as to create hazardous, noxious, or offensive conditions enumerated in Section 202(c) if the violation is

within the subject matter jurisdiction of the Planning Commission and these circumstances have not been abated through administrative action of the Director, the Zoning Administrator or other City authority. Such consideration shall be the subject of a public hearing before the Planning Commission but no fee shall be required of the applicant or the subject Conditional Use operator.

* * * *

(o) Eating and Drinking Uses. With regard to a Conditional Use authorization application for a Restaurant, Limited-Restaurant and Bar uses the Planning Commission shall consider, in addition to the criteria set forth in Ssubsection (c) above, the existing concentration of eating and drinking uses in the area. Such concentration should not exceed 25% percent of the total commercial frontage as measured in linear feet within the immediate area of the subject site except as otherwise provided in this subsection (o). The concentration of eating and drinking uses in the Polk Street Neighborhood Commercial District shall not exceed 35% of the total commercial frontage as measured in linear feet within the immediate area of the subject site. For the purposes of this Section <u>303</u> of the Code, the immediate area shall be defined as all properties located within 300' of the subject property and also located within the same zoning district.

* * * *

Section 7. The Planning Code is hereby amended by revising Sections 723 and 726, to read as follows:

SEC. 723. POLK STREET NEIGHBORHOOD COMMERCIAL DISTRICT.

(a) **Background.** Sitting in the gulch between Nob and Russian Hills and Pacific Heights, the Polk Street Neighborhood Commercial District extends for a mile as a north-south linear strip, and includes a portion of Larkin Street between Post and California Streets.

Polk Street's dense mixed-use character consists of buildings with residential units above ground-story commercial use. The district has an active, *pedestrian-oriented*, and continuous commercial frontage along Polk Street for almost all of its length. Larkin Street and side streets in the district have a greater proportion of residences than Polk Street itself. *California Street and Hyde Street also have active, pedestrian-oriented, and commercial frontage that is small-scale. The district is well served by transit and includes the historic California Cable Car. To preserve and maintain the district's small-scale, fine grain storefronts, the consolidation or merger of existing retail or commercial spaces or storefronts is prohibited and lot mergers are controlled. The district provides convenience goods and services to the residential communities in the Polk Gulch neighborhood and to the residents on the west slopes of Nob and Russian Hills. It has many apparel and specialty stores, as well as some automobile uses, which serve a broader trade area. Commercial uses also include offices, as well as movie theaters, restaurants, and bars which keep the district active into the evening.*

(b) Controls.

(1) Purposes. The Polk Street District controls are designed to encourage and promote development which that is compatible with the surrounding neighborhood. The building standards monitor large-scale development and protect rear yards at residential levels. Consistent with Polk Street's existing mixed-use character, new buildings may contain most commercial uses at the *fF*irst *two stories* <u>Story</u>. The controls encourage neighborhood-serving businesses, but limit new eating, drinking, other entertainment, and financial service uses, which can produce parking congestion, noise, and other nuisances or displace other types of local-serving convenience goods and services. They also prohibit new adult entertainment uses. Restrictions on drive-up and most automobile uses protect the district's continuous retail frontage and prevent further traffic congestion.

Housing developed in new buildings is encouraged above the second First sStory, especially in the less intensely developed portions of the district along Larkin Street and on large lots throughout the district. New housing development requires 40% or more two-bedroom plus units to encourage families to live in the district. Parking is limited in new developments given the district's transit access and the proximity to bus rapid transit along Van Ness Avenue parallel to the district. Existing housing units are protected by limitations prohibitions on demolitions and upper-story conversions. Accessory *dD*welling *#U*nits are permitted within the district pursuant to Subsection 207(c)(4) of this Code. (2) Replacement of a Legacy Business Requires Conditional Use Authorization. Where an immediately prior use was a Legacy Business, as defined under Administrative Code Section 2A.242, the controls require any new Non-Residential Use to obtain Conditional Use authorization: this requirement shall not apply where: (A) the subject non-residential space has had no occupant and has not been open to the public for three or more years from the date the application for the new use is filed, or (B) where the Legacy Business has removed itself or has been otherwise removed from the Legacy Business Registry. (3) Merger of Storefronts Prohibited. To preserve and maintain the district's smallscale, fine grain storefronts, the consolidation or merger of existing ground floor retail or commercial spaces or storefronts shall be prohibited. (4) Loss of Residential Units. To prevent the loss of existing Residential Units, the removal, demolition, merger, or conversion of Residential Units above the First Story are prohibited even if such loss of Residential Units would otherwise be allowed pursuant to Section 317 of this Code. Table 723. POLK STREET NEIGHBORHOOD COMMERCIAL DISTRICT ZONING CONTROL TABLE Polk Street NCD § References Controls Zoning Category **BUILDING STANDARDS**

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Street Frontage an	d Public Realm			
* * * *		* * * * *		
Lot Size (Per Development)		§§ 102, 121.1	P up to 9,999 <u>2,49</u> 10,000 <u>2,500</u> squa	9 square feet; C re feet and above
* * * *				
RESIDENTIAL STA	NDARDS AND	USES		
Development Stan	dards		N. 1. 1. 1953	
Usable Open Space [Per Dwelling Unit]	§§ 135, 136	60 square feet per unit if private, or 80 square feet per unit if common		
Off-Street Parking Requirements	§§ 145.1, 150, 151, 153 - 156, 159 - 161, 166, 204.5	A minimum of one car parking space for every Dwelling Unit required. Certain exceptions permitted per § 161. No car parking required. Bike parking required per § 155.2. If car parking is provided, car share spaces ar required when a project has 50 units or more per § 166.		
Dwelling Unit Mix	§ 207.6	Not required No less than 40% of the total number of proposed Dwelling Units shall contain at least two bedrooms; or no less than 30% of the total number of proposed Dwelling Units shall contain at least three bedrooms.		
Use Characteristic	S	al a fin the		和学校自然中心中的
Single Room Occupancy	§ 102	Р		
Student Housing	§ 102	Р		
Residential Uses		Controls By Story		
Residential Uses		1st	2nd	3rd+
Residential Uses	§ 102	Р	Р	P
* * * *	* * * *	* * * *		
Loss and Division	of Dwelling Un	its		
Residential Conversion	§ 317	E NP	C <u>NP</u>	NP

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Residential Demolition and Merger	§ 317	<u>е мр</u>	<i>€</i> <u><i>NP</i></u>	<i>€ <u>NP</u></i>
<u>Division of Dwelling</u> <u>Units</u>	<u>§ 207.8</u>	<u>Division of exi</u>	sting Dwelling Units P per	<u>§207.8.</u>

Zoning Category	§ References	Controls		
NON-RESIDENTIAL STANDARI	DS AND USE	S <u>(7)</u>		
Development Standards				操作代表的第三人
* * * *	* * * *	* * * *		
Use Size §§102, 121.2			99 <u>1,999</u> squa re feet and at	re feet; C 2,500 bove
* * * *	* * * *	* * * *		
* * * *			Cartrala h	Chan
		1st	Controls b	y Story 3rd+
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	§§102, 202.2(a),	P	P	NP
Sales and Service Use Catego	§§102,	P * * * * *	P * * * * *	NP * * * *
Sales and Service Use Catego Retail Sales and Service Uses*	§§102, 202.2(a), 202.3			
Sales and Service Use Catego Retail Sales and Service Uses*	§§102, 202.2(a), 202.3 * * * *	* * * *	* * * *	* * * *
Sales and Service Use Catego Retail Sales and Service Uses* * * * * Kennel	§§102, 202.2(a), 202.3 * * * * §102	* * * * * <i>E <u>NP</u></i>	* * * * NP	* * * * NP
Sales and Service Use Catego Retail Sales and Service Uses* * * * * Kennel * * * *	§§102, 202.2(a), 202.3 * * * * §102 * * * *	* * * * <u>C NP</u> * * * *	* * * * NP * * * *	* * * * NP * * * *
Sales and Service Use Catego Retail Sales and Service Uses* * * * * Kennel * * * * Massage Establishment	§§102, 202.2(a), 202.3 * * * * §102 * * * * §102	* * * * * <u> <i>E</i> <u>NP</u> * * * * <u> <i>E</i> <u>NP</u> </u></u>	* * * * NP * * * * NP	* * * * NP * * * * NP
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Sales and Service Use Catego Retail Sales and Service Uses* * * * * Kennel * * * * Massage Establishment Massage, Foot/Chair * * * *	§§102, 202.2(a), 202.3 * * * * §102 * * * * §102 §102 * * * *	* * * * <u>C NP</u> * * * * <u>C NP</u> <u>P NP</u> * * * *	* * * * NP * * * * NP NP * * * *	* * * * NP * * * * NP NP * * * *
Sales and Service Use Catego Retail Sales and Service Uses* * * * * Kennel * * * * Massage Establishment Massage, Foot/Chair * * * *	\$\$102, 202.2(a), 202.3 * * * * \$102 * * * * \$102 \$102 * * * * \$102 \$102	* * * * * <u>C NP</u> * * * * <u>C NP</u> <u>P NP</u> * * * * <u>NP</u>	* * * * NP * * * * NP NP * * * * <u>C</u>	* * * * NP * * * * NP NP * * * * <u>C</u>

* Not listed below.

* * *

(7) **REPLACEMENT OF LEGACY BUSINESSES REQUIRES CONDITIONAL USE** <u>AUTHORIZATION.</u> Where an immediately prior use was a Legacy Business, as defined under <u>Administrative Code Section 2A.242, the controls require any new Non-Residential Use to obtain</u> <u>Conditional Use authorization; this requirement shall not apply where: (A) the subject non-residential</u> <u>space has had no occupant and has not been open to the public for three or more years from the date</u> <u>the application for the new use is filed, or (B) where the Legacy Business has removed itself or has</u> <u>been otherwise removed from the Legacy Business Registry.</u>

SEC. 726. PACIFIC AVENUE NEIGHBORHOOD COMMERCIAL DISTRICT.

(a) **Background.** The Pacific Avenue Neighborhood Commercial District, on Pacific Avenue from just east of Polk Street to all four corners of Pacific Avenue and Jones Street, is situated on the north slope of the Nob Hill neighborhood and south of the Broadway Tunnel. Pacific Avenue is a multi-purpose, small-scale mixed-use neighborhood shopping district on a narrow street that provides limited convenience goods to the adjacent neighborhoods.

(b) Controls.

(1) **Purposes.** The Pacific Avenue Neighborhood Commercial District controls are designed to promote a small, neighborhood serving mixed-use commercial street that preserves the surrounding neighborhood residential character. These controls are intended to preserve livability in a largely low-rise development residential neighborhood, enhance solar access on a narrow street right-of-way, and protect residential rear yard patterns at the ground floor. Accessory dwelling units are permitted within the district pursuant to <u>s</u>Subsection 207(c)(4) of this Code.

(2) Replacement of a Legacy Business Requires Conditional Use Authorization. Where an immediately prior use was a Legacy Business, as defined under Administrative Code Section

2A.242, the controls require any new Non-Residential Use to obtain Conditional Use authorization; this requirement shall not apply where: (A) the subject non-residential space has had no occupant and has not been open to the public for three or more years from the date the application for the new use is filed, or (B) where the Legacy Business has removed itself or has been otherwise removed from the Legacy Business Registry.

(3) Loss of Residential Units. To prevent the loss of existing Residential Units, the removal, demolition, merger, or conversion of Residential Units above the First Story are prohibited even if such loss of Residential Units would otherwise be allowed pursuant to Section 317 of this Code.

Table 726. PACIFIC AVENUE NEIGHBORHOOD COMMERCIAL DISTRICT ZONING CONTROL TABLE

				Pacific Avenue NCD
Zoning Category		§ Refere	ences	Controls
BUILDING STANDARI	DS			
* * * *		En and particular		
Street Frontage and I	Public Realm	1		
Lot Size (Per Develop	ment)	§§ 102, 1	121.1	P up to <i>9,999 <u>2,499</u></i> square feet; C <i>10,000 <u>2,500</u></i> square feet and above
* * * *		* * *	*	* * * *
* * * *				
RESIDENTIAL STAN	DARDS AND	USES		
Development Standa	rds	han han ha thaile		
Usable Open Space [Per Dwelling Unit]	§§ 135, 136			e feet per unit if private, or 133 square nit if common
Off-Street Parking Requirements	§§ 145.1, 1 151, 153 - 159 - 161, 204.5	50, <i>Dw</i> 156, <i>per</i> 166, req car	<i>elling U</i> §161. juired p share	<i>t of one car parking space for every</i> <i>Init required. Certain exceptions permitte</i> <u>No car parking required.</u> Bike parking er § 155.2. If car parking is provided, spaces are required when a project its or more per § 166.

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Dwelling Unit Mix	§ 207.6	Not required No less than 40% of the total number proposed Dwelling Units shall contain at least two bedrooms; or no less than 30% of the total number proposed Dwelling Units shall contain at least thre bedrooms.				
Use Characteristics						
Single Room Occupancy	§ 102	Р				
Student Housing	§ 102	P				
			Controls By Story			
Residential Uses		1st	2nd	3rd+		
Residential Uses	§ 102	P	P	Р		
* * * *	* * * *	* * * *				
Loss and Division of I	Owelling Units					
Residential Conversion	§ 317	$\frac{C}{NP}$	NP	NP		
Residential Demolition	§ 317	$E \underline{NP}$	NP	NP		
Residential Merger	§ 317	<i>€ <u>NP</u></i>	$\epsilon \underline{NP}$	$E \underline{NP}$		
<u>Division of Dwelling</u> <u>Units</u>	<u>§ 207.8</u>	Division of existing Dwelling Units P per §207.8.				

Zoning Category		§ References	Controls
NON-RE	SIDENTIAL S	TANDARDS AND USES (6)	
Develop	ment Standard	ds	
* * *			
Use Size	§ 102, 121.2	P up to 1,999 square feet; C 2,000 square f	eet and above
* * *	* * * *	* * * *	

		Controls by Story		
		1st	2nd	3rd+
* * * *				Contraction of the second
Sales and Service	Use Category			
* * * *	* * * *	* * * *	* * * *	* * * *
Services, Health	<u>§102</u>	$\in \underline{NP}$	C	NP

(6) <u>REPLACEMENT OF LEGACY BUSINESSES REQUIRES CONDITIONAL USE</u>

AUTHORIZATION. Where an immediately prior use was a Legacy Business, as defined under Administrative Code Section 2A.242, the controls require any new Non-Residential Use to obtain Conditional Use authorization: this requirement shall not apply where: (A) the subject non-residential space has had no occupant and has not been open to the public for three or more years from the date the application for the new use is filed, or (B) where the Legacy Business has removed itself or has been otherwise removed from the Legacy Business Registry.

Section 8. Effective Date. This ordinance shall become effective 30 days after enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board of Supervisors overrides the Mayor's veto of the ordinance.

Section 9. Scope of Ordinance. In enacting this ordinance, the Board of Supervisors intends to amend only those words, phrases, paragraphs, subsections, sections, articles, numbers, punctuation marks, charts, diagrams, or any other constituent parts of the Municipal Code that are explicitly shown in this ordinance as additions, deletions, Board amendment

additions, and Board amendment deletions in accordance with the "Note" that appears under the official title of the ordinance.

Section 10. Severability. If any section, subsection, sentence, clause, phrase, or word of this ordinance, or any application thereof to any person or circumstance, is held to be invalid or unconstitutional by a decision of a court of competent jurisdiction, such decision shall not affect the validity of the remaining portions or applications of the ordinance. The Board of Supervisors hereby declares that it would have passed this ordinance and each and every section, subsection, sentence, clause, phrase, and word not declared invalid or unconstitutional without regard to whether any other portion of this ordinance or application thereof would be subsequently declared invalid or unconstitutional.

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

By: UDITH A BOYAJIAN

Deputy City Attorney n:\legana\as2017\1700533\01220621.docx

REVISED LEGISLATIVE DIGEST

(9/26/2017, Substituted in Board)

[Planning Code - Commercial Uses in Polk Street and Pacific Avenue Neighborhood Commercial Districts; Technical and Other Amendments]

Ordinance amending the Planning Code to 1) limit lot sizes in the Pacific Avenue Neighborhood Commercial District ("Pacific NCD") and the Polk Street Neighborhood Commercial District ("Polk NCD"); 2) limit the size of Non-Residential Uses in the Pacific NCD and Polk NCD, and exempting movie theaters in the Polk NCD from certain size limits; 3) restrict lot mergers in the Pacific NCD and Polk NCD; 4) require ground floor Commercial Uses in the Polk NCD and on certain portions of Pacific Avenue; 5) modify residential and non-residential off-street parking requirements in the Pacific NCD and Polk NCD; 6) prohibit garage entries, driveways, or other vehicular access to off-street parking or loading on certain streets and alleys in the Pacific NCD and Polk NCD; 7) deem nonconforming uses in the Polk NCD to be discontinued after 18 months of non-use; 8) modify the maximum concentration of Eating and Drinking Uses in the Polk NCD; 9) prohibit massage establishment, chair/foot massage, and kennel uses in the Polk Street NCD; 10) restrict medical services in the Polk NCD and Pacific NCD; 11) prohibit storefront mergers in the Polk NCD; 12) require a dwelling unit mix in the Pacific NCD and Polk NCD; 13) prohibit the loss of residential units through demolition, merger, or conversion and allow division if it meets a dwelling unit mix requirement in the Polk NCD and Pacific NCD; 14) require Conditional Use authorization before replacing a legacy business in the Polk NCD and Pacific NCD; 15) correct, clarify, and simplify language in other Planning Code Sections; and affirming the Planning Department's determination under the California Environmental Quality Act; and making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1, and findings of public convenience, necessity, and welfare under Planning Code, Section 302.

Amendments to Current Law

This ordinance would amend the Planning Code as described below.

Section 121.1

- Existing Code: Establishes size limits (in square feet) above which Conditional Use authorization would be required for development of large lots in Neighborhood Commercial and Neighborhood Commercial Transit Districts.
- Proposed Amendments would: Reduce the current size limits in the Polk NCD and Pacific NCD.

Section 121.2

- Existing Code: Establishes Non-Residential Use Size limits in Neighborhood Commercial and Neighborhood Commercial Transit Districts that can be exceeded only with a Conditional Use Authorization. In the West Portal, North Beach, and Castro NCDs and the Regional Commercial District, there is an additional limit that cannot be exceeded except in the circumstances specified.
- Proposed Amendments would: Add the Polk NCD and Pacific NCD to the list with the additional limit, and exempt Movie Theaters in the Polk NCD.

Section 121.7

- Existing Code: Restricts lot mergers on certain streets in certain districts.
- Proposed Amendments would: Restrict lot mergers in the Polk NCD and Pacific NCD.

Section 145.4

- Existing Code: Requires Active Commercial uses on certain street frontages.
- Proposed Amendments would: Require Active Commercial uses on street frontages in the Polk NCD and on portions of Pacific Avenue.

Sections 151 and 151.1

- Existing Code: Establishes off-street parking requirements.
- Proposed Amendments would: Reduce parking requirements for dwellings and for Non-Residential Uses in the Polk NCD and Pacific NCD.

Section 155

- Existing Code: Prohibits garage entries, driveways, or other vehicular access to offstreet parking or loading on certain specified streets and alleys.
- Proposed Amendments would: Prohibit garage entries, driveways, or other vehicular access to off-street parking or loading on portions of Polk Street, California Street, Hyde Street, Broadway, and Bush Street.

Section 186.1

- Existing Code: Provides that in certain NCDs, a nonconforming use that ceases for 18 months will be deemed discontinued.
- Proposed Amendments would: Provide that a nonconforming use in the Polk NCD that ceases for 18 months will be deemed discontinued.

Section 207.6

• Existing Code: Requires that new residential construction must include a minimum percentage of units of at least two bedrooms in order to ensure an adequate supply of family-sized units in existing and new housing stock.

• Proposed Amendments would: Add dwelling unit mix requirements for the Pacific Avenue and Polk Street NCDs.

Section 207.8

- Existing Code: Restricts division of Dwelling Units in certain districts.
- Proposed Amendments would: Apply restrictions on division of Dwelling Units to the Polk NCD and Pacific NCD.

Section 303

 Proposed Amendments would: Increase the allowable concentration of eating and drinking uses in the Polk NCD from 25% to 35%.

Section 723

- Existing Code: Sets forth zoning controls for the Polk NCD.
- Proposed Amendments would:
 - Update the description of the Polk NCD and its active, pedestrian-oriented storefronts.
 - Establish requirements and conditions for replacing Legacy Businesses and conditions under which Conditional Use authorization would not be required.
 - Prohibit storefront mergers.
 - Prohibit removal, demolition, merger, or conversion of Residential Units and permit division.
 - Make various changes and clarifications to the Polk NCD Zoning Control Table.

Section 726

- Existing Code: Sets forth zoning controls for the Pacific NCD.
- Proposed Amendments would:
 - Establish requirements and conditions for replacing Legacy Businesses and conditions under which Conditional Use authorization would not be required.
 - Prohibit removal, demolition, merger, or conversion of Residential Units and permit division.
 - Make various changes and clarifications to the Pacific NCD Zoning Control Table.

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