

SAN FRANCISCO PLANNING DEPARTMENT

May 11, 2018

Ms. Angela Calvillo, Clerk Honorable Supervisor Ronen Board of Supervisors City and County of San Francisco City Hall, Room 244 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102

Re:

Transmittal of Planning Department Six-month Report for the Interim Zoning Controls Requiring Conditional Use Authorization for Restaurants and Storefront Mergers in the Mission Interim Controls Area Board File No. 171290/Enactment Number 006-18

Dear Ms. Calvillo and Supervisor Ronen,

On January 19, 2018, the Board of Supervisors enacted a resolution (Enactment No. 006-18) that imposed interim zoning controls to require Conditional Use authorization for Restaurants and Storefront Mergers in the Mission Interim Controls Area. The interim controls were established to last for 15 months from the effective date

Per Planning Code Section 306.7(i), the Planning Department is required to conduct a study of the zoning proposal(s) contemplated in interim controls enacted by the Board of Supervisors and propose permanent legislation. For any control that is placed in effect for more than six months, a report to the Board of Supervisors is required six months from the date of the imposition of the controls and at least every six months thereafter. The attached report is intended to satisfy that requirement.

If you have any questions or require further information please do not hesitate to contact me.

Sincerely,

Aaron D. Starr Manage of Legislative Affairs

cc: Judith A. Boyajian, Deputy City Attorney Amy Beinart Aide to Supervisor Ronen Erica Major, Office of the Clerk of the Board

<u>Attachments:</u> Planning Department Interim Controls Six Month Report

www.sfplanning.org

1650 Mission St. Suite 400 San Francisco, CA 94103-2479

Reception: 415.558.6378

Fax: 415.558.6409

Planning Information: 415.558.6377



SAN FRANCISCO PLANNING DEPARTMENT

Planning Department Report **Interim Zoning Controls**

To:	Angola Calurillo, Clork of the Reard	Reception: 415.558.6378
From:	Diego R Sánchez, Senior Planner, Legislative Affairs	
Date:	May 11, 2018	Fax:
Regarding:	Six-month Report for the Interim Zoning Controls Requiring Conditional	415.558.6409
	Use Authorization for Restaurants and Storefront Mergers in the Mission	Planning
	Interim Controls Area	Information: 415.558.6377
Reporting Date:	June 19, 2018	410.000.0077
Expiration Date:	April 19, 2019	
Case Number:	Board File No. 171290/ Enactment Number 006-18	

STATEMENT OF PURPOSE

Per Planning Code Section 306.7(i), the Planning Department is required to conduct a study of the zoning proposal(s) contemplated in interim controls enacted by the Board of Supervisors and propose permanent legislation. For any control that is placed in effect for more than six months, a report to the Board of Supervisors is required six months from the date of the imposition of the controls and at least every six months thereafter. This report is intended to satisfy that requirement.

BACKGROUND

On January 19, 2018, the Board of Supervisors enacted a resolution (Enactment No. 006-18) that imposed interim zoning controls to require Conditional Use authorization for Restaurants and Storefront Mergers in the Mission Interim Controls Area. The interim controls were established to last for 15 months from the effective date.

REQUIRED ANALYSIS

Per Planning Code Section 306.7, this report is required to address the interim controls; any required study; and an estimate the timeline needed to create permanent controls.

(1) Status of Interim Controls:

On January 9, 2018, the Board of Supervisor adopted Board File 171290, establishing the interim controls described below. This resolution was signed by the Mayor on January 19, the same day it became effective.

Summary of Interim Controls

The interim controls require Conditional Use authorization for (1) changes of use to Restaurant uses and (2) storefront mergers resulting in a Non-Residential Use Size of 2,000 gross square feet or larger within the Mission Interim Controls Area (see map below).

These interim zoning controls were established for 15 months from the effective date of the Resolution, or until the adoption of permanent legislation regulating Restaurant uses and Commercial Use sizes in the area covered by these interim controls, whichever first occurs.

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Interim Controls 6-month Report CU for Restaurants and Storefront Mergers in the Mission Interim Controls Area

(2) Findings and Recommendations To Date:

Study

The Interim Controls were passed to allow for the current Mission Action Plan (MAP) 2020 process to continue to study and generate land use controls aimed at the Mission neighborhood retail corridors. MAP 2020 is a collaboration between the City and community organizations to create more housing and economic stability in the Mission neighborhood. Strategies are developed and considered in an iterative, community involved process. This, by nature, is a lengthy process.

The interim controls state that the Mission District has seen a rapid increase in the number of new restaurant uses within the neighborhood commercial and light industrial areas. These are areas where existing neighborhood-serving retail uses are found and from where neighborhood character is largely derived. An overconcentration of restaurant uses may crowd out neighborhood-serving retail uses. This would adversely alter the existing neighborhood character as well as its cultural and economic diversity.

The interim controls also note that many smaller-sized commercial spaces, generally leased at lower rates due to their size, are also found in the neighborhood commercial areas. These smaller-sized commercial spaces also lend to the character and economic diversity of the Mission District. They provide opportunities for small and local merchants to own or operate businesses and are a venue to employ local residents. Maintaining these spaces is also vital to neighborhood character.

Through MAP 2020 the City and community stakeholders will continue to study and generate land uses controls aimed at preserving and enhancing the retail corridors in the Mission neighborhood. The intention is to have a set of permanent land use controls introduced at the Board of Supervisors in the summer of 2018. This would allow the permanent controls to become effective by winter 2018.

Estimated Completion Time of Study

The study of potential permanent controls is still in the process; permanent controls are scheduled to be introduced in the summer of 2018. The next few months will provide the City Family additional time to draft a more comprehensive regulatory structure for the retail controls in the Mission neighborhood.

REQUIRED BOARD ACTION

This Report is required to be considered in a public hearing duly noticed in accordance with the basic rules of the Board. The Board has the option of accepting or rejecting this report.



Mission Interim Controls Area Map

Boundaries: Generally, Duboce, 13th and Division Street to Mission Street, to Cesar Chavez Avenue, to Potrero Avenue and back to Division Street. The Mission Street boundary includes any parcel with a . ,

[Interim Zoning Controls - Conditional Use for Restaurants and Storefront Mergers]

Resolution imposing interim zoning controls to require that for a 15-month period a Conditional Use authorization is required for a proposed restaurant use and for a commercial storefront merger resulting in a non-residential use size of 2,000 gross square feet or larger in the area generally defined by the following boundaries: 13th, Duboce, and Division Streets to the north, Mission Street to the west (including any parcel with a property line on either side of Mission Street), Cesar Chavez Street to the south, and Potrero Avenue to the east; 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.

WHEREAS, Planning Code, Section 306.7 authorizes the Planning Commission or the Board of Supervisors to impose interim zoning controls to allow time for the orderly completion of a planning study and the adoption of appropriate legislation, and to ensure that the legislative scheme which may be ultimately adopted is not undermined during the planning and legislative process by changes of use or approval actions which will conflict with that scheme; and

WHEREAS, The Planning Department and other City staff are currently working with the community on the Mission Action Plan (MAP) 2020, which is a collaboration between community organizations and the City to create more housing and economic stability in the Mission; and

WHEREAS, The Mission District has seen a rapid increase in the number of new restaurant uses within its neighborhood commercial districts and light industrial areas; and

Supervisor Ronen BOARD OF SUPERVISORS WHEREAS, The City's neighborhood commercial districts and light industrial areas are where existing neighborhood-serving retail uses are found and from where the neighborhood character is largely derived; and

WHEREAS, An overconcentration of restaurants may crowd out existing neighborhoodserving retail establishments, and adversely alter the existing neighborhood character and its cultural and economic diversity; and

WHEREAS, The neighborhood commercial districts feature many smaller-sized commercial tenant spaces which, owing to their size, are affordable to a greater number of merchants; and

WHEREAS, The smaller tenant spaces also lend to the character and economic diversity of the Mission District, as they provide opportunities for smaller and local merchants to own or operate businesses and employ local residents; and

WHEREAS, The Guidelines for Specific Uses contained in the Neighborhood Commerce section of the General Plan's Commerce and Industry Element recognizes that the balance of commercial uses may be threatened when eating and drinking establishments occupy too much commercial frontage; and

WHEREAS, On March 2, 2017, and amended on April 10, 2017, the Planning Commission adopted Resolution No. 19865, which, in the area bounded by 13th, Duboce, and Division Streets to the north, Mission Street to the west (including parcels with a property line on either side of Mission Street), Cesar Chavez Street to the south, and Potrero Avenue to the east, 1) imposed for nine months a new interim control requiring a Conditional Use authorization for any change of use to a restaurant from any other use and 2) extended previously-imposed interim controls for an additional nine months; and

Supervisor Ronen BOARD OF SUPERVISORS

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WHEREAS, The interim controls imposed by the Planning Commission in Resolution No. 19865 expire on January 14, 2018, and the Board of Supervisors wishes to adopt an interim control that extends the existing control on restaurant uses for the remainder of the time allowed under Planning Code, Section 306.7 and imposes a new interim control on commercial storefront mergers; and

WHEREAS, In Resolution No. 19865, the Planning Commission found that the interim control on restaurant use was in conformity with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and

WHEREAS, The Board of Supervisors finds that this interim control on restaurant uses is consistent with the General Plan, and with the eight priority policies of Planning Code, Section 101.1 for the reasons set forth in Planning Commission Resolution No. 19865, a copy of which is on file with the Clerk of the Board of Supervisors in File No. 171290 and is incorporated herein by reference, and the findings of which the Board adopts as its own; and

WHEREAS, The Board finds that this interim control on commercial storefront mergers is consistent with Policy 6.1 of the Neighborhood Commerce section of the General Plan's Commerce and Industry Element ["Ensure and encourage the retention and provision of neighborhood-serving goods and services in the city's neighborhood commercial districts, while recognizing and encouraging diversity among the districts"], with Policy 1 of the eight priority policies of Planning Code, Section 101.1 ["that existing neighborhood-serving retail uses be preserved and enhanced and future opportunities for resident employment in and ownership of such businesses enhanced"], and with Policy 2 of the eight priority policies of Planning Code, Section 101.1 ["that existing housing and neighborhood character be conserved and protected in order to preserve the cultural and economic diversity of our neighborhoods"], in that the interim control addresses the effects of the merger of commercial

Supervisor Ronen
BOARD OF SUPERVISORS

storefronts on neighborhood-serving retail, neighborhood character, and neighborhood economic diversity; and

WHEREAS, The Board further finds that these interim controls on restaurant uses and commercial storefront mergers do not have an effect on Policies 3 through 8 of Planning Code, Section 101.1; and

WHEREAS, The Board has considered the impact on the public health, safety, peace, and general welfare if these proposed interim controls are not imposed; and

WHEREAS, The Board has determined that the public interest will best be served by imposition of these interim controls at this time, to ensure that the legislative scheme that may ultimately be adopted to regulate new restaurants and the size of commercial uses in the Mission District is not undermined during the planning and legislative process; and

WHEREAS, The Planning Department has determined that the actions contemplated in this Resolution comply with the California Environmental Quality Act (California Public Resources Code, Sections 21000 et seq.), which determination is on file with the Clerk of the Board of Supervisors in File No. 171290, and the Board hereby affirms and incorporates said determination herein by reference; now, therefore, be it

RESOLVED, That as of the effective date of this Resolution, unless otherwise prohibited, any proposed Restaurant use (as defined in Planning Code, Section 102) in the area bounded by 13th, Duboce, and Division Streets to the north, Mission Street to the west (including parcels with a property line on either side of Mission Street), Cesar Chavez Street to the south, and Potrero Avenue to the east, must obtain Conditional Use authorization from the Planning Commission pursuant to Planning Code, Section 303; and, be it

FURTHER RESOLVED, That as of the effective date of this Resolution, any proposed commercial storefront merger in the area bounded by 13th, Duboce, and Division Streets to the north, Mission Street to the west (including parcels with a property line on either side of

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Mission Street), Cesar Chavez Avenue to the south, and Potrero Avenue to the east that would result in a Non-Residential Use Size (as defined in Planning Code Section 102) of 2,000 square feet or larger must obtain Conditional Use authorization from the Planning Commission pursuant to Planning Code Section 303; and be it

FURTHER RESOLVED, That these interim controls shall remain in effect for 15 months from the effective date of this Resolution, or until the adoption of permanent legislation regulating Restaurant uses and Commercial Use sizes in the area covered by these interim controls, whichever first occurs.

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

a. Begapian By: JUDITH A. BOYAJIAN Deputy City Attorney

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City and County of San Francisco Tails Resolution

City Hall I Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

File Number: 171290

Date Passed: January 09, 2018

Resolution imposing interim zoning controls to require that for a 15-month period a Conditional Use authorization is required for a proposed restaurant use and for a commercial storefront merger resulting in a non-residential use size of 2,000 gross square feet or larger in the area generally defined by the following boundaries: 13th, Duboce, and Division Streets to the north, Mission Street to the west (including any parcel with a property line on either side of Mission Street), Cesar Chavez Street to the south, and Potrero Avenue to the east; 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.

January 08, 2018 Land Use and Transportation Committee - RECOMMENDED AS COMMITTEE REPORT

January 09, 2018 Board of Supervisors - ADOPTED

Ayes: 11 - Breed, Cohen, Farrell, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Tang and Yee

File No. 171290

I hereby certify that the foregoing Resolution was ADOPTED on 1/9/2018 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

Acting Mayor London Breed

Date Approved