FILE NO. 050986

ORDINANCE NO.

| 1  | [Public Works Code occupancy assessment fees for various encroachments.]  |  |  |  |
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| 2  |   |  |  |  |
| 3  | Ordinance amending the Public Works Code to amend Section 723.2 to adopt a public   |  |  |  |
| 4  | right-of-way occupancy assessment fee for minor sidewalk encroachments, to amend  |  |  |  |
| 5  | Section 724.1 to modify the public right-of-way occupancy assessment fee for  |  |  |  |
| 6  | temporary street occupancy permits; and to add Section 786.7 to adopt a public right-   |  |  |  |
| 7  | of-way occupancy assessment fee for street encroachments; and making  |  |  |  |
| 8  | environmental findings.   |  |  |  |
| 9  | Note: Additions are <u>single-underline italics Times New Roman</u> ;<br>deletions are <del>strikethrough italics Times New Roman</del> . |  |  |  |
| 10 | Board amendment additions are double underlined.  |  |  |  |
| 11 | Board amendment deletions are strikethrough normal.   |  |  |  |
| 12 | Be it ordained by the People of the City and County of San Francisco:   |  |  |  |
| 13 | Section 1. The Planning Department has determined that the actions contemplated in  |  |  |  |
| 14 | this Ordinance are in compliance with the California Environmental Quality Act (California  |  |  |  |
| 15 | Public Resources Code sections 21000 et seq.). Said determination is on file with the Clerk of  |  |  |  |
| 16 | the Board of Supervisors in File No. and is incorporated herein by reference.   |  |  |  |
| 17 | Section 2. The San Francisco Public Works Code is hereby amended by amending  |  |  |  |
| 18 | Section 723.2, to read as follows:  |  |  |  |
| 19 | SEC. 723.2. MINOR SIDEWALK ENCROACHMENTS.   |  |  |  |
| 20 | (a) The Director of Public Works may grant permission, revocable at his or her will, to   |  |  |  |
| 21 | an owner of property abutting any court, alley or street to install and maintain minor  |  |  |  |
| 22 | encroachments such as fences, retaining walls, steps or stairways and other minor structures  |  |  |  |
| 23 | in the sidewalk fronting such property where such encroachments are desirable or convenient   |  |  |  |
| 24 | in conjunction with the owner's use and enjoyment of the property, or required for the safety,  |  |  |  |
| 25 | convenience and comfort of the public using the sidewalk.   |  |  |  |
|    |   |  |  |  |

1 (b) Such encroachments shall not occupy more than 10 percent of the area of the 2 sidewalk fronting the property nor more than 25 percent of the width of the sidewalk, unless 3 the Director of Public Works determines that such restrictions are not applicable due to the 4 nature of the encroachment. The Director may require further restrictions or modifications and 5 impose such conditions as he or she deems necessary. No advertisement shall be permitted 6 on the encroachments.

7 (c) In considering the issuance of permits under the provisions of this Section, the
8 Director of Public Works shall give due regard to the location, neighborhood pattern,
9 anticipated pedestrian traffic, access requirements of the Fire Department, and to the
10 convenience and necessities of the owners, occupants or tenants of offices, stores or shops in
11 the vicinity.

12 (d) The owner of the real property or the owner's authorized agent applying for a 13 permit under the provisions of this Section shall agree to hold harmless the City and County of 14 San Francisco, its officers, agents, and employees, from any damage or injury caused by 15 reason of the installation or maintenance of the encroachment in the sidewalk, and the owner 16 or owners or subsequent owner or owners of the respective real property shall be solely liable 17 for any damage or loss occasioned by any act or neglect in respect to the installation or 18 maintenance of the encroachments in the sidewalk.

(e) Each permit issued under the provisions of this Section shall not become effective
 until the permit has been signed by the owner or the owner's authorized agent and a copy
 thereof has been recorded in the office of the Recorder of the City and County of San
 Francisco; provided, however, that within 15 days following the approval, denial or revocation
 of a permit by the Director, any person may file a notice of appeal with the Clerk of the Board
 Supervisors. In the alternative, when the encroachment is related to building construction,

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rehabilitation or maintenance, any person may appeal the encroachment permit decision to
the Building Inspection Commission. A person waives his or her right to appeal to the Building
Inspection Commission encroachment permit decisions relating to building construction,
rehabilitation or maintenance by instead filing the appeal with the Clerk of the Board of

5 Supervisors. No encroachment permit decision may be appealed to both bodies.

6 (f) For purposes of this Section, an encroachment permit is related to building
 7 construction, rehabilitation or maintenance when the object of the encroachment permit
 8 affects the applicant's ability to construct, repair or maintain the building.

9 (g) Upon filing the appeal to the Board of Supervisors, the appeal shall be referred to
 10 the full Board for hearing.

(*h*) The Clerk of the Board shall set a time and place for hearing such appeal, which
 shall be not less than 10 nor more than 30 days after such filing.

13 (i) Pending decision by the Board of Supervisors or the Building Inspection 14 Commission, the permit approval by the Director shall be suspended. The Board of 15 Supervisors may disapprove the appeal only by a vote of not less than 2/3 of all members of 16 the Board. In the event that one or more of the full membership of the Board is disgualified or 17 excused from voting because of an interest prohibited by general law or the San Francisco 18 Charter, any such disapproval shall be by a vote of all members of the Board that are not 19 disqualified or excused. The Board of Supervisors must decide such appeal within 30 days of the time set for the hearing thereon, provided that, if the full membership of the Board is not 20 21 present on the last day on which said appeal is set or continued for hearing within said period, 22 the Board may postpone said hearing and decision thereon until, but not later than, the full 23 membership of the Board is present; provided, further, that the latest date to which said 24 hearing and decision may be so postponed shall be not more than 90 days from the date of

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1 filing of the appeal. Failure of the Board of Supervisors to act within such time limit shall be

- 2 deemed to constitute approval by the Board of the action of the Director of Public Works.
- 3 (j) Before issuance of the permit, the applicant shall be required to pay to the
- 4 Department of Public Works a fee <u>as set forth in Section 2.1.1 et seq. and a public right-of-way</u>

5 <u>occupancy assessment fee as set forth in Subsection (m).</u>-needed to equal the actual cost of inspection

6 *and investigation as determined by the Department of Public Works, not to exceed \$200. All payments* 

7 received under the provisions of this Section shall be deposited to the Special Engineering Inspection

8 *Fund of said Department.* 

9 (k) Nothing in this Section shall be construed as authorizing the Director of Public
10 Works to grant permit for any encroachment which he or she determines to be inimical to the
11 health, welfare, safety and best interest of the general public, or in violation of the Charter or
12 laws of the City and County of San Francisco or laws of the State of California.

<u>(l)</u> The Board of Supervisors or the Building Inspection Commission may affirm,
 reverse or modify any permit decision made by the Director of Public Works under the
 provisions of this Section. The decision by the Board of Supervisors or the Building Inspection
 Commission is final.

17 (*m*) The Board of Supervisors reserves the right to exact a *license fee or rental public* 

18 <u>right-of-way occupancy assessment fee</u> for the use of the sidewalk <u>or other public right-of-way</u>

19 space permitted under the provisions of this Section.

- 20 (1) In accordance with Subsection (m) the public right-of-way occupancy assessment
- 21 *fee for minor sidewalk encroachments, whether permitted or unpermitted, shall be an annual fee of*
- 22 <u>\$3.00 per square foot of occupancy of the sidewalk or other public right-of-way space. For purposes of</u>
- 23 *calculating the assessment fee, the Department shall charge no less than \$100.00 per year even though*
- 24 *the calculated square footage charge for the encroachment may result in a smaller assessment fee.*

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## 1 (2) The public right-of-way occupancy assessment fee shall be subject to the review and 2 adjustment procedures as forth in Sections 2.1.1 et seq. 3 (3) The public right-of-way occupancy assessment fee shall not be charged to any 4 federal, state, or local governmental agencies, commission, or departments. 5 (4) Notwithstanding this Subsection (m), the public right-of-way assessment fee for underground vaults shall be as specified in Section 2.1.1 et seq. 6 Section 3. Section 2. The San Francisco Public Works Code is hereby amended by 7 8 amending Section 724.1 as follows: SEC. 724.1. TEMPORARY OCCUPANCY OF STREET - FEES TO BE PAID. 9 10 (a) No permit shall be issued to a private or public entity for the temporary 11 occupancy of the street for building construction operations unless a fee and public right-of-12 way occupancy assessment are paid. The fee shall be \$10.45, per month, per 20 linear feet, 13 or fraction thereof, occupied as measured parallel with the face of curb. In addition to the fee, 14 the permit applicant shall pay a public right-of-way occupancy assessment of $\frac{29.5570.00}{29.5570.00}$ , per month, per 20 linear feet, or fraction thereof, occupied as measured parallel with the face of 15 16 curb. For purposes of calculating fees and assessment costs, the Department shall use one-17 month increments even though the permittee may occupy for less than a one-month term. 18 (b) For temporary street space occupancy for any purpose other than a 19 building construction operation, the fee shall be \$50 per day with no assessment cost. Unless 20 specified otherwise, such occupation is subject to all provisions of Sections 724 et seq. 21 (c) Nonprofit organizations with tax exempt status under the Internal 22 Revenue Code shall be exempt from payment of the fee where the street occupancy is 23 necessary for the development of low and moderate income housing as defined by the United 24 States Department of Housing and Urban Development. 25

(d) Refund. If a permittee elects to relinquish all or a portion of the occupied
 street space prior to termination of the permit, the permittee may seek a refund of fees and
 occupancy assessment from the Department. There shall be no fee charged for a refund
 request. Refunds shall be issued based only on one-month increments.

5 (e) Fee and Assessment Review. Beginning with fiscal year 2003-2004, the permit fee and street occupancy assessment set forth in this Section may be adjusted each 6 7 year, without further action by the Board of Supervisors, to reflect changes in the relevant 8 Consumer Price Index, as determined by the Controller. No later than April 15th of each year, 9 the Director shall submit its current fee and occupancy assessment schedule to the Controller, 10 who shall apply the price index adjustment to produce a new fee schedule and occupancy 11 assessment for the following year. No later than May 15th of each year, the Controller shall 12 file a report with the Board of Supervisors reporting the new fee schedule and occupancy 13 assessment and certifying that: (a) the permit fees produce sufficient revenue to support the 14 costs of providing the services for which the permit fee is assessed, and (b) the permit fees do 15 not produce revenue which is significantly more than the costs of providing the services for 16 which each permit fee is assessed. Notwithstanding the above, the Board of Supervisors, in 17 its discretion, may modify the street occupancy assessment at any time.

(f) Additional Fees. In instances where administration of this permit program
or inspection of a street space occupancy is or will be unusually costly to the Department, the
Director, in his or her discretion, may require an applicant or permittee to pay any sum in
excess of the amounts charged above. This additional sum shall be sufficient to recover
actual costs incurred by the Department and shall be charged on a time and materials basis.
The Director also may charge for any time and materials costs incurred by other agencies,
boards, commissions, or departments of the City in connection with the administration or

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inspection of the street space occupancy. Whenever additional fees are charged, the 1 2 Director, upon request of the applicant or permittee, shall provide in writing the basis for the 3 additional fees and an estimate of the additional fees. 4 Section 4. The San Francisco Public Works Code is hereby amended by adding 5 Section 786.7 as follows: 6 SEC. 786.7. PUBLIC RIGHT-OF-WAY OCCUPANCY ASSESSMENT FEE FOR STREET 7 ENCROACHMENTS. 8 (a) The Board of Supervisors reserves the right to exact a public right-of-way occupancy 9 assessment fee for the use of the street or other public right-of-way space permitted under the 10 provisions of Sections 786 et seq. 11 (b) In accordance with Subsection (a) the public right-of-way occupancy assessment fee for 12 street encroachments, whether permitted or unpermitted, shall be an annual fee of \$3.00 per square 13 foot of occupancy of the street or other public right-of-way space. For purposes of calculating the 14 assessment fee, the Department shall charge no less than \$100.00 per year even though the calculated 15 square footage charge for the encroachment may result in a smaller assessment fee. 16 (c) If the Board of Supervisors has imposed an annual public right-of-way occupancy 17 assessment fee for a street encroachment permit, the permittee shall pay the greater of the Board-18 adopted fee or the assessment fee set forth in Subsection (b). 19 (d) The public right-of-way occupancy assessment fee shall be subject to the review and 20 adjustment procedures as forth in Sections 2.1.1 et seq. 21 (e) The public right-of-way occupancy assessment fee shall not be charged to any federal, state, 22 or local governmental agencies, commission, or departments. Section 4. This section is uncodified. The Board of Supervisors urges the Director of 23 24 the Department of Public Works and the Tax Collector to coordinate on establishing a billing

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| 1  | system so that real property tax bills will include a line item for payment of any annual public |
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| 2  | right-of-way occupancy assessment fees authorized under the Public Works Code.                   |
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| 1  | RECOMMENDED:<br>DEPARTMENT OF PUBLIC WORKS       |   |
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| 3  | Dv/  |   |
| 4  | By:<br>Edwin M. Lee                              |   |
| 5  | Director of Public Works                         |   |
| 6  | RECOMMENDED:                                     | APPROVED AS TO FORM:                    |
| 7  | DEPARTMENT OF PUBLIC WORKS                       | DENNIS J. HERRERA<br>City Attorney      |
| 8  |  | Oily Allomey                            |
| 9  | By:<br>Robert P. Beck                            | By:<br>John D. Malamut                  |
| 10 | Robert P. Beck<br>Deputy Director of Engineering | John D. Malamut<br>Deputy City Attorney |
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