FILE NO. 090473

ORDINANCE NO.

1	[Building and Housing Code – Code Enforcement Fees for One and Two-Family Rental Units.]		
2			
3	Ordinance amending the San Francisco Building Code Chapter 1A, Section 110A, Table		
4	1A-P, and the San Francisco Housing Code Chapter 3, Section 302 to authorize the		
5	Department of Building Inspection to charge a fee of \$52.00 per unit to recover the cost		
6	of on-going Housing Code enforcement services for one and two family rental		
7	dwellings; and making environmental findings.		
8	NOTE:	Additions are <u>single-underline italics Times New Roman</u> ;	
9		deletions are strike through italics Times New Roman. Board amendment additions are <u>double-underlined;</u> Board amendment deletions are strikethrough normal.	
10		Board amendment deletions are surkethrough normal .	
11	Be it ordained by the People of the City and County of San Francisco:		
12	Section 1. Findings.		
13	(a) (1) A fee study conducted for the Department of Building Inspection in 2008,		
14	determined that the Department was under-funded 2.5 million dollars for code enforcement		
15	services rendered by the Housing Inspection Services Division which included one and two		
16	family dwellings.		
17	(2) The Board of Supervisors finds that the code enforcement inspection fee of \$52.00		
18	per unit for one and two family dwelling, rental units is necessary for the Department of		
19	Building Inspection to recover costs for on-going complaint response, outreach, inspection,		
20	and other code enforcement services.		
21	(3) The Board of Supervisors finds that these code enforcement services are crucial in		
22	preserving and sustaining safe, sanitary, and functional one and two family, rental housing in		
23	San Francisco's neighborhoods where 49 percent of the current housing stock was built		
24	before 1940 and over 90 percent was built prior to 1980.		
25			

1		(b) The Planning Department has determined that the actions contemplated in this				
2	Ordinance are in compliance with the California Environmental Quality Act (California Public					
3	Resources Code sections 21000 et seq.). Said determination is on file with the Clerk of the					
4	Board	of Supervisors in File No.	and is incorporated herein by reference.			
5		Section 2. The San Francisco Building Code is hereby amended by amending				
6	Chapter 1A, Section 110.A, Table 1A-P to read as follows:					
7		SEC 110. A SCHEDULE OF FEE TABLES				
8	TABLE 1A-P- APARTMENT HOUSE AND HOTEL LICENSE FEES					
9 10	TABLE 1A-P - RESIDENTIAL CODE ENFORCEMENT AND LICENSE FEES					
11	<u>1.</u>	One and Two family dwelling unit fees:	\$ 52.00 per rental unit			
12	<u>+2</u> .	Apartment house license fees:				
13		Apartment houses of 3 units	\$111.85 per annum or \$122.85 per annum1			
14		Apartment houses of 4 to 6 units	\$142.00 per annum or \$156.00 per annum			
15		Apartment houses of 7 to 10 units	\$187.95 per annum or \$206.95 per annum			
16		Apartment houses of 11 to 15 units	\$248.35 per annum or \$272.35 per annum			
17		Apartment houses of 16 to 20 units	\$344.15 per annum or \$378.15 per annum			
18		Apartment houses of 21 to 30 units	\$404.50 per annum or \$444.50 per annum			
19		Apartment houses of more than 30	\$50.00 for each additional 10 units or \$55.00			
20		units	for each additional 10 units			
21	<u>2-3</u> .	Hotel license fees:				
22		Hotels of less than 20 rooms	\$171.15 per annum or \$182.15 per annum1			
23		Hotels of 20 to 29 rooms	\$201.60 per annum or \$214.60 per annum			
24		Hotels of 30 to 39 rooms	\$248.85 per annum or \$263.85 per annum			
25		Hotels of 40 to 49 rooms	\$306.60 per annum or \$325.60 per annum			

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1	Hotels of 50 to 59 rooms	\$402.15 per annum or \$427.15 per annum			
2	Hotels of 60 to 99 rooms	\$464.10 per annum or \$493.10 per annum			
3	Hotels of 100 to 149 rooms	\$500.85 per annum or \$531.85 per annum			
4	Hotels of 150 to 175 rooms	\$563.05 per annum or \$598.05 per annum			
5	Hotels of more than 175 rooms	\$50.00 for each additional 25 rooms or			
6		\$53.00 for each additional 25 rooms			
7	NOTES:				
8	1 All apartment houses and hotels which were constructed prior to 1979, except those				
9	operating only as tourist hotels, shall pay the higher license fees listed to implement				
10	the interior lead safe work practices provisions of Section 3423 et seq. of this code.				
11	Section 3. The San Francisco Housing Code is hereby amended by amending Chapter				
12	3, Section 302 to read as follows:				
13	SEC. 302. FEES.				
14	(a) One- and Two-Family Code Enforcement Fees. Every property owner of a one or two-family				
15	dwelling rental unit, as defined by Chapter 37, Section 37.2 (r) of the Administrative Code and Section				
16	401 of this Code, shall pay an annual fee to defray the cost of complaint response, outreach,				
17	inspections, and other code enforcement services pertaining to blight, and substandard conditions as				
18	defined by Section 1001 and 1002 of this Code. The Tax Collector shall bill this annual Fee as a				
19	special assessment lien on the property tax bill mailed to all owners of one and two family dwelling,				
20	rental units. All laws pertaining to the collection and enforcement of ad valorem property taxes,				
21	including the date such fees are due and payable, shall apply to the collection and enforcement of this				
22	Fee. The revenue collected by the Tax Collector shall be used exclusively to defray the costs incurred				
	in the education, outreach, and enforcement of this Code. See schedule See Building Code, Chapter				
23					
23 24	<u>1A, Schedule 1A-P. Residential and Code Enforce</u>	ement License Fees) for the applicable fees.			

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apartment house, including a residential condominium, as defined by Section 401 of this
Code, shall pay an annual license fee. The Tax Collector shall bill the annual Apartment
House License Fee as a special assessment lien on the property tax bill mailed to all owners
and operators of apartment houses, as defined by this Code. All laws pertaining to the
collection and enforcement of ad valorem property taxes, including the date such fees are due
and payable, shall apply to the collection and enforcement of the Apartment House License
Fee.

The license fee will be used to defray the cost of health and safety inspection and regulation of the apartment houses by the Department of Building Inspection. This inspection will be made by the Department of Building Inspection on a periodic basis as determined by the Director of the Department of Building Inspection. However an inspection shall be made not less than once every five years. Additional inspections within any year may be required, including responding to occupant complaints. See Building Code, Chapter 1A, Schedule 1A-P. (Apartment House License Fee Schedule) for the applicable fees.

(*bc*) Hotel License Fees. Every individual entity which owns or operates a hotel, shall
pay an annual license fee. The Tax Collector shall bill the annual Hotel License Fee as a
special assessment lien on the property tax bill mailed to all owners and operators of hotels,
as defined by this Code. All laws pertaining to the collection and enforcement of ad valorem
property taxes, including the date such fees are due and payable, shall apply to the collection
and enforcement of the Hotel License Fee.

The license fee will be used to defray the cost of health and safety inspection and regulation of the hotels by the Department of Building Inspection. This inspection will be made by the Department of Building Inspection on a periodic basis as determined by the Director of the Department of Building Inspection. However an inspection shall be made not less than every five years. Additional inspections within any year may be required including responding to occupant complaints. See Building Code, Chapter 1A, Schedule 1A-P. (Hotel License Fee
 Schedule) for the applicable fees.

3 (*ed*) **Responsibility for Payment of Fee**. Only one license fee is required to be paid per 4 <u>rental dwelling unit</u>, apartment, or hotel subject to this Section, consistent with the timelines 5 established herein. In the event that more than one entity receives notice of the obligation for 6 the fee, responsibility for payment of the fee in its entirety is a matter to be resolved by the 7 individual entities.

8 (de) Special Assessment Lien. Any person or entity, which fails to pay the required
 9 license fees as described in this Section will be subject to the placement of a special
 10 assessment lien in the amount of the fee owed or delinquent, plus accrued interest, against
 11 the real property regulated under this chapter pursuant to the procedure set forth in Chapter
 12 10, Article XX of the San Francisco Administrative Code.

13 14 APPROVED AS TO FORM: 15 **DENNIS J. HERRERA, City Attorney** 16 By: 17 John D. Malamut **Deputy City Attorney** 18 19 20 21 22 23 24 25