File No.	170416	 Committee Item I	No.	1 :
		Board Item No	2	

COMMITTEE/BOARD OF SUPERVISORS

AGENDA PACKET CC	NTENTS LIST
Committee: Land Use and Transportation Com	mittee Date April 29, 2019
Board of Supervisors Meeting	Date MR 14, 2019
Cmte Board	,
☐ Motion	
Resolution	
	·.
Budget and Legislative Analyst	Report
☐ Youth Commission Report	
Department/Agency Cover Lette MOU	r and/or Report
Grant Information Form	
Grant Budget	
Subcontract Budget	
Contract/Agreement	
Form 126 – Ethics Commission	
Award Letter	
Application	
Public Correspondence	
OTHER (Use back side if additional space	ce is needed)
Referral CEQA 041917	
Referral CEQA 041917 Referral SBC 041917 Referral FYI 041917 Referral FYI 041917	
Referral FYI 041917	
SBC Response 052417	
CEQA Determination 061917	,
Completed by: Erica Major	Date April 26, 2019
Completed by: Erica Major	Date MM 1,7009

NOTE:

[Administrative Code - Residential Hotel Status Report Requirement]

Ordinance amending the Administrative Code to require the completion of a report of residential hotel status, and disclosure of the report to the buyer or transferee, prior to the sale or transfer of a residential hotel; and affirming the Planning Department's determination under the California Environmental Quality Act.

Unchanged Code text and uncodified text are in plain Arial font.

Additions to Codes are in single-underline italics Times New Roman font.

Deletions to Codes are in strikethrough italies Times New Roman font.

Board amendment additions are in double-underlined Arial font.

Board amendment deletions are in strikethrough Arial font.

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. Environmental Findings.

The Planning Department has determined that the actions contemplated in this ordinance comply with 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. 170416 and is incorporated herein by reference. The Board affirms this determination.

Section 2. The Administrative Code is hereby amended by adding a new Section 41.22 and renumbering the current Section 41.22 to be Section 41.23, to read as follows:

<u>SEC. 41,22. REPORT OF RESIDENTIAL HOTEL STATUS PRIOR TO SALE OR</u> <u>TRANSFER.</u>

1	(a) Report of Residential Hotel Status Form. The Department of Building Inspection shall		
2	make available a Report of Residential Hotel Status Form. The form shall request information		
3	regarding the status of the Residential Hotel's compliance with this Chapter 41 and provisions of the		
4	Building or Housing Codes including:		
5	(1) Residential Hotel Status:		
3	(A) Total number of Residential Units and Tourist Units at the Residential		
7	Hotel;		
8	(B) Unit numbers and locations of the Residential and Tourist Units:		
9	C) Identification of currently occupied Residential Units and their current		
0	rent rates:		
1	(D) For vacant Residential Units, the last date when a Permanent Resident		
2	occupied the units and the rent rate when last occupied; and		
3	(E) Date of last Annual Unit Usage Report.		
4	(2) Property Status:		
5	(A) Date of last inspection by the Department of Building Inspection;		
6	(B) Notices of Violations, Abatement Orders, or any other Department of		
7	Building Inspection, Fire Department, or Department of Public Health enforcement actions within the		
18.	last five years; and		
19	(C) Disabled access features installed on the property.		
20	(3) Such other information, if any, regarding compliance with this Chapter 41 and		
21	the Building or Housing Codes, as the Department of Building Inspection, in its discretion, decides to		
22	request on the form.		
23	(b) Process for Obtaining Report of Residential Hotel Status. An owner or authorized		
24	agent seeking to sell or exchange a Residential Hotel shall complete and submit a Report of Residential		
25	Hotel Status Form to the Department of Building Inspection. The Department of Building Inspection		

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shall evaluate the information in the form, verify information that corresponds with the Department's
records, and identify and annotate any information on the form that is inconsistent with the
Department's Records. The Department shall complete its review and issue the verified and annotated
form as the Report of Residential Hotel Status within 10 business days of receiving the completed form.
A Report of Residential Hotel Status shall be effective for a period of one year from the date of
issuance, and shall contain therein the dates of issuance and expiration.

- (c) Disclosure of Report of Residential Hotel Status to Buyer or Transferee. Starting 10 business days following the effective date of this Section 4.22, in addition to any applicable requirements in Chapter 3.5 of the Housing Code, prior to the sale or exchange of ownership for any Residential Hotel, the owner thereof, or their authorized agent, shall deliver a Department of Building Inspection-approved Report of Residential Hotel Status to the buyer or transferee of said Residential Hotel.
- (d) Receipt of Report of Residential Hotel Status. Within 30 days of purchasing or otherwise receiving title to a Residential Hotel, the buyer or transferee shall file with the Department of Building Inspection, a receipt of Report of Residential Hotel Status, on a form furnished by said Department.

SEC. 41.232. CONSTRUCTION.

Section 3. 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.

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

Ву:

ROBB W. KAPLA Deputy City Attorney

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LEGISLATIVE DIGEST

[Administrative Code - Residential Hotel Status Report Requirement]

Ordinance amending the Administrative Code to require the completion of a report of residential hotel status, and disclosure of the report to the buyer or transferee, prior to the sale or transfer of a residential hotel; and affirming the Planning Department's determination under the California Environmental Quality Act.

Existing Law

There is no requirement that residential hotel owners provide any information about the hotel's compliance with Administrative Code Chapter 41, the Hotel Conversion Ordinance, to purchasers or transferees prior to exchanging title. Housing Code Chapter 3.5 requires a Report of Residential Building Record ("Three R Report") prior to selling certain residential buildings in the City, but the requirement does not apply to Residential Hotels with 30 or more guest rooms and the report does not include information regarding the hotel's compliance with Chapter 41.

Amendments to Current Law

The Proposed Legislation would mandate that residential hotel owners provide a Report of Residential Hotel Status to the prospective buyer or transferee prior to selling or transferring property. The Department of Building Inspection ("DBI") shall create a Report of Residential Hotel Status Form that includes questions for the owners to complete regarding the rental amounts, vacancy status, and location of the residential units in the hotel as well as other information relevant to the hotel's compliance with Chapter 41 and other Housing and Building Code requirements. Owners of Residential Hotel owners will be required to complete the Report of Residential Hotel Status Form and submit it to DBI prior to selling or transferring the hotel. DBI shall have 10 business days to evaluate the information provided by the owner on the form, identify and annotate any information on the form that is inconsistent with DBI records, and issue the completed Report of Residential Hotel Status to the owner within 10 business days. The purchaser or transferee of a residential hotel must submit a receipt of receiving the Report of Residential Hotel Status to DBI within 30 days of acquiring title to the hotel. The Report of Residential Hotel Status will be valid for one year after issuance.

Background Information

Prospective purchasers or transferees of residential hotels are required to maintain compliance with Chapter 41, yet the information necessary to maintain compliance—such as residential unit locations, rents, vacancy status, and abatement of past violations—may not be available to purchasers prior to purchase. The Proposed Legislation, similar to the Three R

Report of the Housing Code, would provide prospective purchasers with the necessary prior to taking possession of the hotel. The information will allow prospective purchasers to maintain compliance across the transfer period and plan for abating any known issues at the hotel prior to purchase

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City Hall
Dr. Carlton B. Goodlett Place, Room 244
San Francisco 94102-4689
Tel. No. 554-5184
Fax No. 554-5163
TDD/TTY No. 554-5227

April 19, 2017

File No. 170416

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

Dear Ms. Gibson:

On April 11, 2017, Supervisor Peskin introduced the following proposed legislation:

File No. 170416

Ordinance amending the Administrative Code to require the completion of a report of residential hotel status, and disclosure of the report to the buyer or transferee, prior to the sale or transfer of a residential hotel; and affirming the Planning Department's determination under the California Environmental Quality Act.

This legislation is being transmitted to you for environmental review.

Angela Calvillo, Clerk of the Board

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

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

> Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it does not result in a physical change in the environment.

Joy Navarrete Digitally signed by Joy Navarrete District On Navarr



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Tel. No. 554-5184
Fax No. 554-5163
TDD/TTY No. 554-5227

MEMORANDUM

TO:

Regina Dick-Endrizzi, Director

Small Business Commission, City Hall, Room 448

FROM:

Alisa Somera, Legislative Deputy Director Land Use and Transportation Committee

DATE:

April 19, 2017

SUBJECT:

REFERRAL FROM BOARD OF SUPERVISORS

Land Use and Transportation Committee

The Board of Supervisors' Land Use and Transportation Committee has received the following legislation, which is being referred to the Small Business Commission for comment and recommendation. The Commission may provide any response it deems appropriate within 12 days from the date of this referral.

File No. 170416

Ordinance amending the Administrative Code to require the completion of a report of residential hotel status, and disclosure of the report to the buyer or transferee, prior to the sale or transfer of a residential hotel; and affirming the Planning Department's determination under the California Environmental Quality Act.

Please return this cover sheet with the Commission's response to me at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102.

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RESPONSE FROM SMALL BUSINESS COMMISSION - Date: 5/19/	/ <u>/</u>
No Comment The Small Business Commission Recommendation Attached Recommendation Attached	will rolle
Recommendation Attached Recommendation Attached	
mbch-Endring	
Charperson, Small Business	ommission

Menaka Mahajan, Small Business Commission



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April 19, 2017

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This legislation is being transmitted to you for environmental review.

Angela Calvillo, Clerk of the Board

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

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



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MEMORANDUM

TO:	Regir

Regina Dick-Endrizzi, Director

Small Business Commission, City Hall, Room 448

FROM:

Alisa Somera, Legislative Deputy Director Land Use and Transportation Committee

DATE:

April 19, 2017

SUBJECT:

REFERRAL FROM BOARD OF SUPERVISORS

Land Use and Transportation Committee

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Please return this cover sheet with the Commission's response to me at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102.

*************	*****************************
RESPONSE FROM SMALL BUSINES	SS COMMISSION - Date:
No Comment	
Recommendation Attached	
	Chairnerson Small Rusiness Commission



City Hall
1 Dr. Carlton B. Goodlett Place, Room 244
San Francisco 94102-4689
Tel. No. 554-5184
Fax No. 554-5163
TDD/TTY No. 554-5227

MEMORANDUM

TO:

Robert Collins, Executive Director, Rent Board

Olson Lee, Director, Mayor's Office of Housing and Community

Development

Tom Hui, Director, Department of Building Inspection

FROM:

Alisa Somera, Legislative Deputy Director Land Use and Transportation Committee

DATE:

April 19, 2017

SUBJECT:

LEGISLATION INTRODUCED

The Board of Supervisors' Land Use and Transportation Committee has received the following proposed legislation, introduced by Supervisor Peskin on April 11, 2017:

File No. 170416

Ordinance amending the Administrative Code to require the completion of a report of residential hotel status, and disclosure of the report to the buyer or transferee, prior to the sale or transfer of a residential hotel; and affirming the Planning Department's determination under the California Environmental Quality Act.

If you have comments or reports to be included with the file, please forward them to me at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102 or by email at: alisa.somera@sfgov.org.

c: Eugene Flannery, Mayor's Office of Housing and Community Development Kate Hartley, Mayor's Office of Housing and Community Development Amy Chan, Mayor's Office of Housing and Community Development William Strawn, Department of Building Inspection Carolyn Jayin, Department of Building Inspection Print Form

Introduction Form

By a Member of the Board of Supervisors or the Mayor

I hereby submit the following item for introduction (select only one):

PECEIVED 4/11/2017/24:15pm

Time stamp or meeting date

	1. For reference to Committee. (An Ordinance, Resolution, Motion, or Charter Amendmen	t)
	2. Request for next printed agenda Without Reference to Committee.	
·	3. Request for hearing on a subject matter at Committee.	
	4. Request for letter beginning "Supervisor	inquires"
	5. City Attorney request.6. Call File No. from Committee.	
	7. Budget Analyst request (attach written motion).	· · · · · · · · · · · · · · · · · · ·
	8. Substitute Legislation File No.	
	9. Reactivate File No.	
	10. Question(s) submitted for Mayoral Appearance before the BOS on	
	e check the appropriate boxes. The proposed legislation should be forwarded to the following Small Business Commission	ssion 1
Super	visor Peskin	
Subjec	et:	
[Admi	inistrative Code - Residential Hotel Status Report Requirement]	
The te	ext is listed below or attached:	
disclo	ance amending the Administrative Code to require the completion of a report of residential has sure of the report to the buyer or transferee, prior to the sale or transfer of a residential hoteling Department's determination under the California Environmental Quality Act.	
	Signature of Sponsoring Supervisor:	
¬or C	llerk's Use Only:	