BOARD of SUPERVISORS



City Hall
1 Dr. Carlton B. Goodlett Place, Room 244
San Francisco 94102-4689
Tel. No. (415) 554-5184
Fax No. (415) 554-5163
TDD/TTY No. (415) 554-5227

MEMORANDUM

TO: Rich Hillis, Director, Planning Department

Alaric Degrafinried, Interim Director, Public Works

Michael Carlin, Acting General Manager, Public Utilities Commission

Jeanine Nicholson, Chief, Fire Department

Jeffrey Tumlin, Executive Director, Municipal Transportation Committee

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

DATE: June 15, 2021

SUBJECT: LEGISLATION INTRODUCED

The Board of Supervisors' Land Use and Transportation Committee has received the following proposed legislation, introduced by Mayor Breed on June 8, 2021:

File No. 210688

Resolution granting revocable permission to FC 5M M2 Exchange, LLC to construct and maintain the pedestrian-only alley/paseo on Mary Street between Mission and Minna Streets fronting 434 Minna Street (Assessor's Parcel Block No. 3725, Lot No. 132); the private underground telecommunications conduit connecting 434 Minna Street and 415 Natoma Street below portions of Minna, Natoma, and Mary Streets; and the private non-potable water lines connecting to 434 Minna Street and 415 Natoma Street below portions of Minna and Natoma Streets; adopting environmental findings 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.

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: erica.major@sfgov.org.

Board of Supervisors Land Use and Transportation Committee Referral Page 2

CC: Corey Teague, Planning Department Dan Sider, Planning Department Laura Lynch, Planning Department Scott Sanchez, Planning Department Lisa Gibson, Planning Department Devyani Jain, Planning Department Adam Varat, Planning Department AnMarie Rodgers, Planning Department Aaron Starr, Planning Department Andrea Ruiz-Esquide, Deputy City Attorney Joy Navarrete, Planning Department David Steinberg, Public Works Jeremy Spitz, Public Works John Thomas, Public Works Lena Liu, Public Works Masood Ordikhani, Public Utilities Commission Donna Hood, Public Utilities Commission John Scarpulla, Public Utilities Commission Theresa Ludwig, Fire Department Kate Breen, Municipal Transportation Committee Janet Martinsen, Municipal Transportation Committee Joel Ramos, Municipal Transportation Committee

[Street Encroachment Permit - North Mary Street Pedestrian Paseo and Underground Utilities in Portions of Minna, Natoma, and Mary Streets]

Resolution granting revocable permission to FC 5M M2 Exchange, LLC, to construct and maintain the pedestrian-only alley/paseo on Mary Street between Mission and Minna Streets fronting 434 Minna Street (Assessor's Parcel Block No. 3725, Lot No. 132); the private underground telecommunications conduit connecting 434 Minna Street and 415 Natoma Street below portions of Minna, Natoma, and Mary Streets; and the private non-potable water lines connecting to 434 Minna Street and 415 Natoma Street below portions of Minna and Natoma Streets; adopting environmental findings 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, Pursuant to Public Works Code, Sections 786 et seq., FC 5M M2 Exchange, LLC, (hereafter referred to as "Permittee") requested permission to construct and maintain a portion of the public right-of-way for (1) a pedestrian alley/paseo on North Mary Street between Mission and Minna Streets fronting 434 Minna Street (Assessor's Parcel Block No. 3725, Lot No. 132); (2) private underground telecommunications conduit connecting 434 Minna Street and 415 Natoma Street below portions of Minna, Natoma, and Mary Streets; and (3) private underground non-potable water lines connecting to 434 Minna Street and 415 Natoma Street below portions of Minna Street, as part of the 5M development project ("5M Development Project"); and

WHEREAS, The improvements include: a curb-less pedestrian-only alley on North Mary Street with special and City-standard paving and privately maintained streetlights; a separate private telecommunications conduit connecting the 434 Minna Street and 415 Natoma Street buildings; and a separate private underground non-potable water lines

| 1 | connecting to the 434 Minna Street and 415 Natoma Street buildings (collectively referred to |
|----|--|
| 2 | as the "Encroachments"); and |
| 3 | WHEREAS, The Permittee will construct the Encroachments in conjunction with its |
| 4 | development of the 434 Minna Street building and the 415 Natoma Street building, also |
| 5 | sometimes referred to as buildings M2 and H1, respectively, as part of the 5M Development |
| 6 | Project, and the Permittee has proposed to maintain the Encroachments for the life of the |
| 7 | encroachment permit; and |
| 8 | WHEREAS, The Encroachments are shown in documents and plans on file in the office |
| 9 | of the Clerk of the Board of Supervisors in File No and incorporated herein by |
| 10 | reference; and |
| 11 | WHEREAS, The Planning Department, in a letter dated August 27, 2020, determined |
| 12 | that the actions contemplated in this Resolution comply with the California Environmental |
| 13 | Quality Act (California Public Resources Code, Sections 21000 et seq.) and adopted findings |
| 14 | that there is no new information of substantial importance that would result in new or more |
| 15 | severe significant impacts than were addressed in the certified environmental impact report |
| 16 | and no subsequent environmental review is required ("Environmental Findings"); and |
| 17 | WHEREAS, The Planning Department determination and Environmental Findings are |
| 18 | on file with the Clerk of the Board of Supervisors in File No and incorporated |
| 19 | herein by reference; and |
| 20 | WHEREAS, The Planning Department, in a letter dated September 1, 2020, declared |
| 21 | that the Encroachments are in conformity with the General Plan and are consistent with the |
| 22 | eight priority policies of Planning Code, Section 101.1; and |
| 23 | <i>///</i> |
| 24 | |

25

| 1 | WHEREAS, The Planning Department letter also references sidewalk width changes |
|----|--|
| 2 | that will be subject to Board of Supervisors approval as part of separate legislation in the |
| 3 | future; and |
| 4 | WHEREAS, A copy of said letter is on file with the Clerk of the Board of Supervisors in |
| 5 | File No and incorporated herein by reference; and |
| 6 | WHEREAS, In Public Works Order No, dated, 2021, the |
| 7 | Director recommended that the Board of Supervisors approve the subject Encroachment |
| 8 | Permit and its Encroachment Permit Agreement (collectively, "Permit") and determined under |
| 9 | Public Works Code, Section 786.7(f)(3) that the public right-of-way occupancy assessment |
| 10 | fee for the North Mary Street pedestrian improvements is waived because said portion of the |
| 11 | Encroachments are a condition of a City-approved development agreement for the 5M Project |
| 12 | Development; and |
| 13 | WHEREAS, In Public Works Order No, the Director also determined under |
| 14 | Public Works Code, Section 786.7 that the Permittee owes \$375.00 as the initial payment of |
| 15 | the public right-of-way occupancy assessment fee for the private telecommunications conduit |
| 16 | portion of the Encroachments, and thereafter this annual fee shall be adjusted based on the |
| 17 | applicable consumer price index; and |
| 18 | WHEREAS, Public Works Order No, is on file with the Clerk of the Board of |
| 19 | Supervisors in File No and incorporated herein by reference; and |
| 20 | WHEREAS, The Permit for the Encroachments shall not become effective until: |
| 21 | (1) The Permittee executes and acknowledges the Permit and delivers said |
| 22 | Permit and all required documents and fees to Public Works, and |
| 23 | (2) Public Works records the Permit in the County Recorder's Office ensuring |
| 24 | constructive notice of the maintenance of the Encroachments; and |
| 25 | |

| 1 | WHEREAS, The Permittee, at its sole expense and as is necessary as a result of this |
|----|---|
| 2 | permit, shall make the following arrangements: |
| 3 | (1) To provide for the support and protection of facilities under the jurisdiction of |
| 4 | Public Works, the San Francisco Public Utilities Commission, the San Francisco Fire |
| 5 | Department, other City Departments, and public utility companies; |
| 6 | (2) To provide access to such facilities to allow said entities to construct, |
| 7 | reconstruct, maintain, operate, or repair such facilities as set forth in the Permit; |
| 8 | (3) To remove or relocate such facilities if installation of Encroachments |
| 9 | requires said removal or relocation and to make all necessary arrangements with the owners |
| 10 | of such facilities, including payment for all their costs, should said removal or relocation be |
| 11 | required; and |
| 12 | (4) The Permittee shall assume all costs for the maintenance and repair of the |
| 13 | Encroachments pursuant to the Permit and no cost or obligation of any kind shall accrue to |
| 14 | Public Works by reason of this permission granted; and |
| 15 | WHEREAS, No structures shall be erected or constructed within the public right-of-way |
| 16 | except as specifically permitted herein; and |
| 17 | WHEREAS, On June 1, 2021, the Municipal Transportation Agency Board unanimously |
| 18 | adopted Resolution No, closing the North Mary Street pedestrian-only |
| 19 | alleyway portion of the Encroachments to vehicular traffic; and |
| 20 | WHEREAS, The Municipal Transportation Agency Board Resolution is on file with the |
| 21 | Clerk of the Board of Supervisors in File No and incorporated herein by |
| 22 | reference; now, therefore, be it |
| 23 | RESOLVED, The Board adopts the Environmental Findings as its own; and, be it |
| 24 | <i>///</i> |
| 25 | /// |

| 1 | FURTHER RESOLVED, That the Board finds that the Permit is consistent with the |
|----|---|
| 2 | General Plan and the eight priority policies of Planning Code, Section 101.1 for the reasons |
| 3 | set forth in the September 1, 2020, determination of the Planning Department; and, be it |
| 4 | FURTHER RESOLVED, Pursuant to Public Works Code, Sections 786 et seq., the |
| 5 | Board hereby grants revocable, non-exclusive, and non-possessory permission to the |
| 6 | Permittee, FC 5M M2 Exchange, LLC, to occupy the public right-of-way for purposes of |
| 7 | constructing the Encroachments and to maintain said Encroachments under the terms of the |
| 8 | Permit; and, be it |
| 9 | FURTHER RESOLVED, The Board accepts the recommendations of the PW Order |
| 10 | No and approves the Permit with respect to the Encroachments; and, be it |
| 11 | FURTHER RESOLVED, The Board also authorizes the Director of Public Works to |
| 12 | perform and exercise the City's rights and obligations with respect to the Encroachments |
| 13 | under the Permit and to enter into any amendments or modifications to the Permit with |
| 14 | respect to the Encroachments; and, be it |
| 15 | FURTHER RESOLVED, That such actions may include without limitation, those |
| 16 | amendments or modifications that the Director of Public Works, in consultation with the City |
| 17 | Attorney, determines are in the best interest of the City, do not materially increase the |
| 18 | obligations or liabilities of the City or materially decrease the obligations of the Permittee or its |
| 19 | successors, are necessary or advisable to effectuate the purposes of the Permit or this |
| 20 | resolution with respect to the Encroachments, and are in compliance with all applicable laws; |
| 21 | and, be it |
| 22 | FURTHER RESOLVED, The Board, under Public Works Code, Section 786.7, |
| 23 | acknowledges waiver of the public right-of-way occupancy assessment fee in accordance with |
| | |

the Public Works Director's determination for the North Mary Street pedestrian-only alleyway

24

25

portion of the Encroachments, but said fee shall be applicable to the private telecommunications conduit portion of the Encroachments. n:\financ\as2021\1400039\01535515.docx