FILE NO. 240932

SUBSTITUTE 10/01/2024 ORDINANCE NO. 21-25

[Planning Code - Third Street Alcohol Restricted Use District]

Ordinance amending the Planning Code to create an exception for certain distilleries, wineries, and breweries to establish on-sale liquor establishments in the Bayview Neighborhood Commercial District, subject to a conditional use authorization; affirming the Planning Department's determination under the California Environmental Quality Act; making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and making findings of public necessity, convenience, and welfare pursuant to Planning Code, Section 302.

NOTE: Unchanged Code text and uncodified text are in plain Arial font. Additions to Codes are in <u>single-underline italics Times New Roman font</u>. Deletions to Codes are in <u>strikethrough italics Times New Roman font</u>. Board amendment additions are in <u>double-underlined Arial font</u>. Board amendment deletions are in <u>strikethrough Arial font</u>. 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 and Land Use Findings.

(a) 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. 240932 and is incorporated herein by reference. The Board affirms this determination.

(b) On December 5, 2024, the Planning Commission, in Resolution No. 21656, adopted findings that the actions contemplated in this ordinance are consistent, on balance, with the City's General Plan and eight priority policies of Planning Code Section 101.1. The

Supervisor Walton BOARD OF SUPERVISORS Board adopts these findings as its own. A copy of said Resolution is on file with the Clerk of the Board of Supervisors in File No. 240932, and is incorporated herein by reference.

(c) Pursuant to Planning Code Section 302, the Board finds that this Planning Code amendment will serve the public necessity, convenience, and welfare for the reasons set forth in Planning Commission Resolution No. 21656, and the Board incorporates such reasons herein by reference. A copy of said resolution is on file with the Clerk of the Board of Supervisors in File No. 240932.

Section 2. General Findings.

(a) Over the years, a number of craft breweries, wineries, and distilleries have operated within the Bayview neighborhood. These businesses are part of a broader tradition of local manufacturing. They are also an important part of the local food and beverage ecosystem, producing products for sale on their premises, as well as in restaurants, bars, retail markets, and other establishments.

(b) The Third Street Alcohol Restricted Use District currently prohibits the establishment of new beer and wine bars.

(c) Bars serving beer and wine can add to the variety of nightlife offerings in a neighborhood commercial district, filling vacant storefronts and providing additional vibrancy to benefit a corridor.

(d) Enabling manufacturers within the neighborhood to launch new beer and wine bars will create new opportunities for small businesses along Third Street, and could attract additional alcohol manufacturers.

Section 3. Article 2 of the Planning Code is hereby amended by revising Section 249.62, to read as follows:

Supervisor Walton BOARD OF SUPERVISORS

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SEC. 249.62. THIRD STREET ALCOHOL RESTRICTED USE DISTRICT.

(a) In order to preserve the residential character and the neighborhood-serving commercial uses of the area, the Third Street Alcohol Restricted Use District (<u>"</u>Third Street Alcohol RUD<u>"</u>) is hereby established for the property in the area generally bounded by Islais Creek to the <u>n</u>North, Quint Street, Phelps Street, Tampa Street, Bridgeview Drive, Newhall Street, Venus Street, and Egbert Avenue to the <u>w</u>West, US Highway 101 to the <u>s</u>South, and Mendell Street, La Salle Avenue, Keith Street, Palou Street, Jennings Street, and Ingalls Street to the <u>e</u>East, as designated on Sectional Map <u>N</u>mumbers 8 and 10. *The Third Street* Alcohol RUD *is designated on Section Map Numbers 8SU and 10SU*.

(1) No new on-sale or off-sale \underline{L} iquor $\underline{E}e$ stablishment shall be permitted in the Third Street Alcohol RUD.

(2) The prohibition on Liquor Establishments *in subsection (a)(1)* shall not be interpreted to prohibit the following:

(A) Temporary uses, as described in Planning Code Sections 205.1 or
 205.3;

(B) Establishment of a Liquor Establishment if application for such
 Liquor Establishment is on file with the California Department of Alcoholic Beverage Control
 (*"ABC"*) prior to the effective date of *legislation* <u>Ordinance No. 67-03</u> establishing the Third
 Street Alcohol RUD (<u>May 19, 2003</u>);

(C) Sales of wine and brandy pursuant to an *Alcohol Beverage Control* (ABC) License Type 2; *or*

(D) Sales and manufacturing of beer pursuant to an *Alcohol Beverage Control (*ABC) License Type 23<u>; or</u> (E) Establishment of an on-sale Liquor Establishment with an ABC License Type 42 within the Bayview Neighborhood Commercial District, pursuant to a conditional use

authorization as provided in Section 303.

SEC. 737. BAYVIEW NEIGHBORHOOD COMMERCIAL DISTRICT.

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Table 737. BAYVIEW NEIGHBORHOOD COMMERCIAL DISTRICT ZONING

CONTROL TABLE

				Bayviev	w NCD	
Zoning Category		§ References		Controls		
* * * *						
NON-RESIDENTIAL	. STANDA	RDS AND USES				
* * * *						
Commercial Use Cl	naracteris	stics				
Drive-up Facility		§ 102		NP <u>(2)</u>		
* * * *						
			Controls by Story			
		1st		2nd	3rd+	
* * * *						
Sales and Service I	Jse Cate	jory				
Retail Sales and	§§ 102	, P	Р		Ρ	
Service Uses*	202.2(a),				
	202.3					
* * * *						

Supervisor Walton
BOARD OF SUPERVISORS

Bar	§§ 102,	<u>N</u> P (2)<u>(7)</u>	<u>N</u> P (2)<u>(7)</u>	NP
	202.2(a) <u>.</u>			
	249.62			
* * * *				
* Not listed bel	wo			
* * * *				
(2) <i>TH</i>	RD STREET SPECIAL	USE DISTRICT		
Boundaries: App	vlicable only to the porti	on of the Third Stre	eet SUD as shown or	: Sectional Map 10 SU
zoned NC-3.				
Controls: Off-sa	le retail liquor sales are	<i></i>	cilities for Restaura	ants and Limited-
Restaurants ar	e C.			
* * * *				
	RD STREET ALCOHOL	RESTRICTED US	E DISTRICT (Section	1 249.62). C for Bars
(7) THI				
<u>(7)</u> THII with ABC Licens	<u></u>			
with ABC Licens	4. Effective Date. Th	is ordinance shal	l become effective	30 days after
with <u>ABC Licens</u> Section				•

Section 5. Scope of Ordinance. In enacting this ordinance, the Board of Supervisors intends to amend only those words, phrases, paragraphs, subsections, sections, articles, numbers, punctuation marks, charts, diagrams, or any other constituent parts of the Municipal Code that are explicitly shown in this ordinance as additions, deletions, Board amendment

1	additions, and Board amendment deletions in accordance with the "Note" that appears under
2	the official title of the ordinance.
3	
4	APPROVED AS TO FORM:
5	DAVID CHIU, City Attorney
6	By: /s/ AUSTIN M. YANG
7	Deputy City Attorney
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City and County of San Francisco Tails Ordinance

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

File Number: 240932

Date Passed: March 04, 2025

Ordinance amending the Planning Code to create an exception for certain distilleries, wineries, and breweries to establish on-sale liquor establishments in the Bayview Neighborhood Commercial District, subject to a conditional use authorization; affirming the Planning Department's determination under the California Environmental Quality Act; making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and making findings of public necessity, convenience, and welfare pursuant to Planning Code, Section 302.

February 24, 2025 Land Use and Transportation Committee - RECOMMENDED AS COMMITTEE REPORT

February 25, 2025 Board of Supervisors - PASSED ON FIRST READING

Ayes: 11 - Chan, Chen, Dorsey, Engardio, Fielder, Mahmood, Mandelman, Melgar, Sauter, Sherrill and Walton

March 04, 2025 Board of Supervisors - FINALLY PASSED

Ayes: 10 - Chan, Chen, Dorsey, Engardio, Mahmood, Mandelman, Melgar, Sauter, Sherrill and Walton Excused: 1 - Fielder

File No. 240932

I hereby certify that the foregoing Ordinance was FINALLY PASSED on 3/4/2025 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

Daniel Lurie

Daniel Lurie Mayor

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Date Approved