[Planning and Building Codes - Commercial to Residential Adaptive Reuse and Downtown Economic Revitalization]

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Ordinance amending the Planning Code to 1) facilitate residential uses Downtown by authorizing the conversion of non-residential uses to residential use in C (Commercial) zoning districts, and exempting such projects from requirements for rear yard, open space, streetscape improvements, dwelling unit exposure, bike parking, transportation demand management, dwelling unit mix, and Intermediate Length Occupancy controls, permitting live work units in such project, streamlining administrative approvals for projects in the C-3 zoning district, and modifying the dimensional limits on exemptions to height restrictions for mechanical equipment, elevator, stair, and mechanical penthouses; 2) economically revitalize Downtown by adding Flexible Workspace as a defined use, authorizing large scale retail uses in the C-3 zoning district, allowing window displays in the C-3 zoning district, allowing Flexible Workspace as an active ground floor commercial use along certain street frontages in C-3 zoning districts, allowing accessory storage in any C zoning district, allowing the temporary installation for 60 days of certain signs in the C-3-R district, allowing temporary non-residential uses in vacant spaces for up to one year, including formula retail, reducing density limits for Residential Dwelling Units and Senior Housing in the C-2 zoning districts east of or fronting Van Ness/South Van Ness Avenue Franklin Street/13th Street and north of Townsend Street, principally permitting Laboratory, Life Science, Agricultural and Beverage Processing, and Animal Hospitals in C-2 zoning districts, principally permitting Senior Housing, Residential Care Facilities, Outdoor Entertainment, Open Recreation Areas, Animal Hospitals, and Trade Schools in the C-3 zoning district, allowing formula

retail as a ground floor use on Market Street, principally permitting office and design professional uses on the second floor and higher in the C-3-R zoning district, and requiring consideration of office vacancy in consideration of granting exceptions in the Transit Center Commercial Special Use District; 3) streamline sign permitting citywide and in the C-3 districts by allowing for the repair and rehabilitation of certain neon signs, and exempting existing business signs in the C-3 zoning district from certain zoning controls; 4) streamline Historic Preservation review of administrative certificates of appropriateness, and minor permits to alter for awnings, and Qualifying Scopes of Work, as may be delegated by the Historic Preservation Commission; 5) provide alternatives to on-site open space in certain C-3 districts by allowing for payment of an in lieu fee as an alternative to providing open space; 6) facilitate residential adaptive reuse by amending the Building Code to add standards for adaptive reuse of nonresidential buildings; and 7) principally permit formula retail and waive size limitations for such uses on a portion of Showplace Square Area (555-9th Street, Assessor's Parcel Block No. 3781, Lot No. 003); 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.

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NOTE: 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 italics 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, Land Use, and Building 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. 230731 and is incorporated herein by reference. The Board affirms this determination.
- (b) On May 4, 2023, the Planning Commission, in Resolution No. 21319, 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 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. 230371, 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. 21319, 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. 230371.
- (d) On May 17, 2023, at a duly noticed public hearing, the Building Inspection Commission considered this ordinance in accordance with Charter Section D3.750-5 and Building Code Section 104A.2.11.1.1. A copy of a letter from the Secretary of the Building Inspection Commission regarding the Commission's recommendation is on file with the Clerk of the Board of Supervisors in File No. 230371.
- (e) No local findings are required under California Health and Safety Code Section 17958.7 because the amendments to the Building Code contained in this

ordinance do not regulate materials or manner of construction or repair, and instead relate in their entirety to administrative procedures for implementing the code and remedies available for enforcing code violations, which are expressly excluded from the definition of a "building standard" by California Health and Safety Code Section 18909(c).

Section 2. General Background and Findings.

- (a) California faces a severe crisis of housing affordability and availability, prompting the Legislature to declare, in Section 65589.5 of the Government Code, that the state has "a housing supply and affordability crisis of historic proportions. The consequences of failing to effectively and aggressively confront this crisis are hurting millions of Californians, robbing future generations of a chance to call California home, stifling economic opportunities for workers and businesses, worsening poverty and homelessness, and undermining the state's environmental and climate objectives."
- (b) This crisis of housing affordability and availability is particularly severe in San Francisco. It is characterized by dramatic increases in rent and home sale prices over recent years.
- (c) According to the Planning Department's 2020 Housing Inventory, the cost of housing in San Francisco has increased dramatically since the Great Recession of 2008-2009, with the median sale price for a two-bedroom house more than tripling from 2011 to 2021, from \$493,000 to \$1,580,000. This includes a 9% increase from 2019 to 2020 alone, even in the face of the COVID-19 pandemic. The median rental price for a two-bedroom apartment saw similar although slightly smaller increases, nearly doubling from \$2,570 to \$4,500 per month, from 2011 to 2019, before declining in 2020 due to the pandemic.

- (d) These housing cost trends come after decades of underproduction of housing in the Bay Area, according to the Planning Department's 2019 Housing Affordability Strategies Report. The City's Chief Economist has estimated that approximately 5,000 new market-rate housing units per year would be required to keep housing prices in San Francisco constant with the general rate of inflation.
- (e) Moreover, San Francisco will be challenged to meet increased Regional Housing Needs Allocation ("RHNA") goals in the upcoming 2023-2031 Housing Element cycle, which total 82,069 units over eight years, more than 2.5 times the goal of the previous eight-year cycle. The importance of meeting these goals to address housing needs is self-evident. In addition, under relatively new State laws like Senate Bill 35 (2017), failure to meet the 2023-2031 RHNA housing production goals would result in limitations on San Francisco's control and discretion over certain projects.
- (f) At the same time, the City faces reduced demand for office space and large increases in commercial vacancy rates, as the impacts to the workforce wrought by the COVID-19 pandemic most notably the shift toward remote work persist even as public health threats have waned. These changes have been particularly prominent in the Greater Downtown Area, defined as the North Financial District, South Financial District, Mid-Market, Union Square, Jackson Square, Mission Bay/China Basin, North Waterfront, Showplace Square, South of Market, and the Van Ness Corridor (referred to in this ordinance as "Downtown"). In the Greater Downtown Area, the office sector has experienced a fourfold increase in total vacancy rate between the third quarter of 2019 and the third quarter of 2022, driven largely by reduced space needs due to the rise of remote work.
- (g) To address the twin problems of under-utilized office space and lack of affordable and available housing in San Francisco, a recent report from the Board of

Supervisors' Budget and Legislative Analyst, dated January 6, 2023, urges City policymakers to consider programs to incentivize the conversion of office space into residential units ("BLA Report"). The BLA Report identifies various policy options to incentivize the conversion of office buildings, including reducing regulatory hurdles, such as protracted approval timeframes; exempting or relaxing projects from various standards in the Planning Code; and offering financial incentives to offset the costly architectural and engineering challenges of these conversions.

- (h) Prior to the COVID-19 pandemic, two-thirds of the City's total jobs were located Downtown, representing more than three-quarters of the City's total gross domestic product ("GDP"). San Francisco is also the economic hub for the Bay Area. With a \$250 billion annual GDP in 2022, San Francisco accounted for more than one-quarter of the nine-county Bay Area economy and 79% of the City's share of the Bay Area economy stems from office-based industries concentrated Downtown. Downtown-based businesses have historically generated nearly half of the City's sales tax revenue and almost all (95%) of the City's business tax revenue. This revenue funds many key services such as public safety, cleaning, open space, and transportation.
- (i) The shift to hybrid work, with its consequent reduction in office workers and foot traffic, has adversely impacted the City's Downtown and other sectors of the City's economy, including retail and small business, and more broadly has impacted use and activation of public space, transportation, and public safety.
- (k) On February 9, 2023, Mayor Breed issued a Roadmap to Downtown San Francisco's Future. Several of the plan's key policies include: (1) the economic diversification of Downtown and the revisioning of office space there, (2) expanding Downtown housing, (3) activating Downtown and enacting zoning controls that draw people Downtown, and (4) maximizing flexibility for uses and economic activity in the

Union Square area, which has historically played a unique role citywide, regionally, and internationally as a center for shopping, entertainment, and services.

- (I) This ordinance would incentivize the conversion of non-residential buildings into residential units by exempting eligible projects from certain Planning Code standards. It also would enact local code changes to support existing and attract new businesses Downtown, and streamline approvals to draw consumers back Downtown.
- (m) To achieve these ends, this ordinance contains seven sections, each of which comprises a policy objective: Section 3 includes Planning Code amendments to facilitate residential uses Downtown, including the creation of a Commercial to Residential Adaptive Reuse program; Section 4 includes Planning Code amendments to economically revitalize downtown, by creating a new Retail Sales and Service Use type and relaxing restrictions on existing uses Downtown; Section 5 includes Planning Code Amendments to streamline sign permitting in C-3 zoning districts as well as Citywide; Section 6 will streamline Historic Preservation review of administrative certificates of appropriateness, and minor permits to alter for awnings, and Qualifying Scopes of Work; Section 7 provides an in lieu fee alternative to on-site privately-owned public space requirements in certain C-3 Districts; Section 8 amends the San Francisco Building Code to facilitate residential adaptive reuse of existing buildings; and Section 9 principally permits formula retail on a portion of Showplace Square Area.

Section 3. Facilitate Residential Uses Downtown. The Planning Code is hereby amended by revising Sections 102, 134, 135, 140, 155.1, 155.2, 207.7, 210.1, 210.2, 260, 309, and 309.1, and adding Section 210.5, to read as follows:

SEC. 102. DEFINITIONS.

City. The City and County of San Francisco.

<u>Commercial to Residential Adaptive Reuse</u>. Commercial to Residential Adaptive Reuse shall mean to change the use of an existing Gross Floor Area from a non-residential use, other than a hotel use, to a residential use pursuant to Section 210.5.

Live/Work Unit. A hybrid Residential and PDR Use that is defined as a structure or portion of a structure combining a residential living space for a group of persons

principally used by one or more of the residents of that unit; provided, however, that no

including not more than four adults in the same unit with an integrated work space

otherwise qualifying portion of a structure that contains a Group A occupancy under the

Building Code shall be considered a Live/Work Unit. No City official, department, board,

or commission shall issue or approve a building permit or other land use entitlement authorizing a new live/work unit as defined here, except as authorized *under Section*

210.5, or as an accessory use under Section 204.4. Lawfully approved live/work units

are subject to the provisions of Sections 181 and 317 of this Code.

SEC. 134. REAR YARDS IN R, RC, NC, C, SPD, M, MUG, WMUG, MUO, MUR, UMU, RED, AND RED-MX DISTRICTS. AND LOT COVERAGE REQUIREMENTS IN C DISTRICTS.

(c) **Basic Requirements**. The basic rear yard requirements shall be as follows for the districts indicated:

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(2) RM-3, RM-4, RC-3, RC-4, NC Districts other than the Pacific Avenue NC District, C, M, MUG, WMUG, MUO, CMUO, MUR, UMU, RED, RED-MX, and SPD Districts. Except as specified in this subsection (c), the minimum rear yard depth shall be equal to 25% of the total depth of the lot on which the building is situated. but in no case less than 15 feet.

(E) RC-3, RC-4, NC-3, NCT-3, Bayview, Broadway, Fillmore Street, Geary Boulevard, Hayes-Gough, Japantown, SoMa NCT, Mission Bernal, Mission Street, Polk Street, Lower Polk Street, Pacific Avenue, C, M, SPD, MUR, MUG, MUO, and UMU Districts. Rear yards shall be provided at the lowest story containing a Dwelling Unit, and at each succeeding level or story of the building. In the Hayes-Gough NCT, lots fronting the east side of Octavia Boulevard between Linden and Market Streets (Central Freeway Parcels L, M, N, R, S, T, U, and V) are not required to provide rear yards at any level of the building, provided that the project fully meets the usable open space requirement for Dwelling Units pursuant to Section 135, of this Code, meets the exposure requirements of Section 140, and gives adequate architectural consideration to the light and air needs of adjacent buildings given the constraints of the project site.

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(H) Lot Coverage in C Districts. Lot coverage is limited to 80% at all levels containing residential uses, except that on levels that include only lobbies and circulation areas and on levels in which all residential uses, including circulation areas, are within 40 horizontal feet from a property line fronting a street or alley, up to 100% lot coverage may occur. The unbuilt portion of the lot shall be open to the sky except for those obstructions permitted in yards pursuant to subsections (1) through (23) of Section 136(c). Where the

adjacent properties have an existing rear yard, the unbuilt area of the new project shall be designed to adjoin that rear yard. In accordance with Section 210.5, lot coverage requirements shall not be applicable for Commercial to Residential Adaptive Reuse projects.

SEC. 135. USABLE OPEN SPACE FOR DWELLING UNITS AND GROUP HOUSING, R, NC, MIXED USE, C, AND M DISTRICTS.

(d) **Amount Required.** Usable open space shall be provided for each building in the amounts specified herein and in Tables 135A and B for the district in which the building is located; provided, however, that (i) in the Downtown Residential (DTR) Districts, open space shall be provided in the amounts specified in Section 825-of this Code, and (ii) in accordance with Section 210.5, usable open space shall not be required for Commercial to Residential Adaptive Reuse projects.

TABLE 135A

MINIMUM USABLE OPEN SPACE FOR DWELLING UNITS AND GROUP HOUSING

OUTSIDE THE EASTERN NEIGHBORHOODS MIXED USE DISTRICT

District	Square Feet of Usable Open Space Required for Each Dwelling Unit If All Private	Ratio of Common Usable Open Space That May Be Substituted for Private	
* * * *			
C-3, M-1, M-2	36 <u>(1)</u>	1.33 <u>(1)</u>	

<i>C-1,</i> C-2	Same as for the R District establishing the dwelling unit density ratio for the <i>C-1 or</i> C-2 District property. <i>Group Housing requirement is per bedroom and 1/3 the amount required for a Dwelling Unit. (1)</i>	
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(1) In accordance with Section 210.5, usable open space shall not be required for Commercial to Residential Adaptive Reuse projects.

SEC. 140. ALL DWELLING UNITS IN ALL USE DISTRICTS TO FACE ON AN OPEN AREA.

(a) Requirements for Dwelling Units. In each Dwelling Unit in any use district, the required windows (as defined by Section 504 of the San Francisco Housing Code-) of at least one room that meets the 120-square-foot minimum superficial floor area requirement of Section 503 of the Housing Code shall face directly onto an open area of one of the following types:

(3) In accordance with Section 210.5, this Section 140 shall not apply to Commercial to Residential Adaptive Reuse projects.

SEC. 155.1. BICYCLE PARKING: DEFINITIONS AND STANDARDS.

(g) Commercial to Residential Adaptive Reuse projects. In accordance with Section 210.5, the requirements of this Section 155.1 shall not apply to any Commercial to Residential Adaptive Reuse projects.

SEC. 155.2. BICYCLE PARKING: APPLICABILITY AND REQUIREMENTS FOR SPECIFIC USES.

Bicycle parking spaces are required in at least the minimum quantities specified in Table 155.2. Bicycle parking shall meet the standards in Section 155.1.

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(f) Commercial to Residential Adaptive Reuse projects. In accordance with Section 210.5, the requirements of this Section 155.2 shall not apply to any Commercial to Residential Adaptive Reuse projects.

SEC. 169. TRANSPORTATION DEMAND MANAGEMENT PROGRAM.

Sections 169 through 169.6 (hereafter referred to collectively as "Section 169") set forth the requirements of the Transportation Demand Management Program (TDM Program).

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SEC. 169.3. APPLICABILITY.

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- (b) Exemptions. Notwithstanding subsection (a), Section 169 shall not apply to the following:
- (1) One Hundred Percent Affordable Housing Projects. Residential uses within Development Projects where all residential units are affordable to households at or below 120% of the Area Median Income, as defined in Section 401, shall not be subject to the TDM Program. Any uses other than Residential within those projects, whose primary purpose is to provide services to the Residential uses within those projects shall also be exempt. Other uses shall be subject to the TDM program. All uses shall be subject to all other applicable requirements of the Planning Code.

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- (2) Parking Garages and Parking Lots, as defined in Section 102. However, parking spaces within such Parking Garages or Parking Lots, when included within a larger Development Project, may be considered in the determination of TDM Plan requirements, as described in the TDM Program Standards.
- (3) Commercial to Residential Adaptive Reuse projects per Planning Code Section 210.5.

SEC. 207.7. REQUIRED MINIMUM DWELLING UNIT MIX.

- (a) **Purpose**. To ensure an adequate supply of family-sized units in new housing stock, new residential construction must include a minimum percentage of units of at least two and three bedrooms.
 - (b) Applicability.

(4) In accordance with Section 210.5, this Section 207.7 shall not apply to Commercial to Residential Adaptive Reuse projects.

SEC. 210.1. C-2 DISTRICTS: COMMUNITY BUSINESS.

Table 210.1 ZONING CONTROL TABLE FOR C-2 DISTRICTS

Zoning Category § References		es C-2	
RESIDENTIAL STANDARDS	AND USES		
Development Standards			
* * * *			
* * * *			
Usable Open Space for Dwelling Units and Group Housing	§§ 135, 136	Same as for the R District establishing the dwelling unit density ratio for the property. <i>Group</i>	

4			Housing requirement is per bedroom
1			and 1/3 the amount required for a
2			Dwelling Unit. See exceptions for
			Commercial to Residential Adaptive
3			Reuse projects in Section 210.5
4	* * * *		
5			Lot coverage is limited to 80% at all
			levels containing Residential Uses,
6			except that on levels that include only
			lobbies and circulation areas and on
7			levels in which all residential uses, including circulation areas, are within
8			40 horizontal feet from a property line
			fronting a street or alley, up to 100%
9			lot coverage may occur. The unbuilt
40			portion of the lot shall be open to the
10			sky except for those obstructions
11	N 10 # 1	00 400 404	permitted in yards pursuant to
	Rear Yard Setback	§§ 130, 134	subsections (1) through (23) of Section
12			136(c). Where the adjacent properties
13			have an existing rear yard, the unbuilt
13			area of the new project shall be
14			designed to adjoin that rear yard. See
			exceptions for Commercial to
15			Residential Adaptive Reuse projects in
16			Section 210.5.25% of the total depth
10			lot depth, but in no case less than 15
17			feet for lowest story containing a
			dwelling unit and each succeeding
18			story.
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SEC. 210.2. C-3 DISTRICTS: DOWNTOWN COMMERCIAL.

Table 210.2 ZONING CONTROL TABLE FOR C-3 DISTRICTS

Zoning Category	§ References	C-3-O	C-3- O(SD)	C-3- R	C- 3-G	C-3- S
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RESIDENTIAL STANDARDS AND USES				
Development Standards				
* * * *				
Usable Open Space {Per Dwelling Unit} Usable Open Space for Dwelling Units and Group Housing	§§ 135, 136	At least 36 square feet if private, and 48 square feet per Dwelling Unit if common; Group Housing requirement is per bedroom and 1/3 the amount required for a Dwelling Unit. See exceptions for Commercial to Residential Adaptive Reuse projects in Section 210.5		
* * * *				
Rear Yard Setback	§§ 130, 134	Lot coverage is limited to 80% at all levels containing Residential Uses, except that on levels that include only lobbies and circulation areas and on levels in which all residential uses, including circulation areas, are within 40 horizontal feet from a property line fronting a street or alley, up to 100% lot coverage may occur. The unbuilt portion of the lot shall be open to the sky except for those obstructions permitted in yards pursuant to subsections (1) through (23) of Section 136(c). Where the adjacent properties have an existing rear yard, the unbuilt area of the new project shall be designed to adjoin that rear yard. See exceptions for Commercial to Residential Adaptive Reuse projects in Section 210.5. 25% of the total depth lot depth, but in no case less than 15 feet for lowest story containing a dwelling unit and each succeeding story. Exceptions are permitted by § 309.		

SEC. 210.5. COMMERCIAL TO RESIDENTIAL ADAPTIVE REUSE PROGRAM.

- (a) Purpose and Findings. This Section 210.5 describes the Commercial to Residential Adaptive Reuse Program. The purpose of the Program is to facilitate the adaptive reuse of non-residential buildings to support the City's housing needs by allowing for conversion of those buildings to residential use.
- (b) Commercial to Residential Adaptive Reuse Projects. A Commercial to Residential Adaptive Reuse project is a project that includes a change of use of any existing Gross Floor Area from a non-residential use, excluding a hotel use, to a residential use as those uses are defined in Section 102.
- (c) Eligibility. To be eligible for the Commercial to Residential Adaptive Reuse

 Program, a project must:
- (1) be located in a C-3 zoning district or a C-2 zoning district that is east of or fronting Van Ness/South Van Ness Avenue Franklin Street/13th Street and north of Townsend Street;
 - (2) not seek approval under Section 206.5 or 206.6; and
- (3) not expand an existing building's envelope in a manner where the addition to the building envelope represents more than 3320% of the existing building's Gross Floor Area; provided that if a project would exceed this limit, the portions of the building additions in excess of 33% must meet generally prevailing code requirements. For purposes of this section, additional Gross Floor Area shall be counted from the lowest floor to the highest floor. and
 - (4) not add more than one vertical story.
- (d) Controls. Applicable provisions of the Planning Code shall control except as
 otherwise provided in this Section 210.5. If there is a conflict between other provisions of the
 Planning Code and this Section 210.5, this Section shall prevail; provided that this Section does

(9) Transportation Demand Management (TDM) Plan Requirements.
The Transportation Demand Management Plan requirements in Section 169 shall not
apply.

- (10) Preservation of Privately Owned Public Open Spaces (POPOS).

 Nothing in this Section 210.5 is intended to modify, alter, or waive the applicability of

 Section 138 (POPOS) to Commercial to Residential Adaptive Reuse projects that retain
 non-residential uses.
- (e) Review of Projects in the C-3 District. If a project seeks exceptions that are waived or modified in subsection (d) above, the hearing requirements in Section 309 shall not apply as to the consideration of those exceptions. But if a project seeks exceptions not otherwise waived or modified in subsection (d) above, the hearing requirements of Section 309 shall apply.
- (f) Applications. Any application to establish a residential use pursuant to this Section 210.5 must be filed on or before December 31, 2028.

SEC. 260. HEIGHT LIMITS: MEASUREMENT.

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- (b) **Exemptions**. In addition to other height exceptions permitted by this Code, the features listed in this subsection (b) shall be exempt from the height limits established by this Code, in an amount up to but not exceeding that which is specified.
- (1) The following features shall be exempt provided the limitations indicated for each are observed; and provided further that the sum of the horizontal areas of all features listed in this subsection (b)(1) shall not exceed 230% of the horizontal area of the roof above which they are situated, or, in C-3 Districts and in the Rincon Hill Downtown Residential District, where the top of the building has been separated into a number of stepped elements to reduce the bulk of the upper tower, of the total of all roof areas of the upper towers; and provided further that in any R, RC-3,

or RC-4 District the sum of the horizontal areas of all such features located within the first 10 feet of depth of the building, as measured from the front wall of the building, shall not exceed 20% of the horizontal area of the roof in such first 10 feet of depth.

As an alternative, the sum of the horizontal areas of all features listed in this subsection (b)(1) may be equal to but not exceed 230% of the horizontal area permitted for buildings and structures under any bulk limitations in Section 270 of this Code applicable to the subject property.

Any such sum of $2\underline{3}0\%$ heretofore described may be increased to $3\underline{4}0\%$ by unroofed screening designed either to obscure the features listed under (A) and (B) below or to provide a more balanced and graceful silhouette for the top of the building or structure.

- (B) Elevator, stair and mechanical penthouses, fire towers, skylights, and dormer windows. This exemption shall be limited to the top 10 feet of such features where the height limit is 65 feet or less, and the top 10 feet of such features where the height limit is more than 65 feet. However, for elevator penthouses, the exemption shall be limited to the top 16 feet and limited to the footprint of the

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elevator shaft, regardless of the height limit of the building. The design of all elevator penthouses in Residential Districts shall be consistent with the "Residential Design Guidelines" as adopted and periodically amended for specific areas or conditions by the Planning Commission. In C-3 districts, for existing buildings whose height exceeds the permitted height limit, these exempted features shall be measured from the existing roofline instead of the height limit.

(E) In any C-3 District, the CMUO District, and any MUR or MUG District within the Central SoMa Special Use District, enclosed space related to the recreational, Restaurant, or Bar use of the roof, not to exceed 16 feet in height. In C-3 districts, for existing buildings whose height exceeds the permitted height limit, these exempted features shall be measured from the existing roofline instead of the height limit.

SEC. 309. PERMIT REVIEW IN C-3 DISTRICTS.

The provisions and procedures set forth in this Section 309 shall govern the review of project authorization and building and site permit applications for (1) the construction or substantial alteration of structures in C-3 Districts, (2) the granting of exceptions to certain requirements of this Code where the provisions of this Section are invoked, and (3) the approval of open space and streetscape requirements of the Planning Code. When any action authorized by this Section is taken, any determination with respect to the proposed project required or authorized pursuant to CEQA may also be considered. This Section shall not require additional review in connection with a site or building permit application if review hereunder was completed with respect to the

same proposed structure or alteration in connection with a project authorization application pursuant to Section 322.

* * * *

- (d) Notice of Proposed Approval for Projects that do not require Public Hearing. If an application does not require a Planning Commission hearing pursuant to Subsection 309(e)(1) below, the application or building or site permit may be reviewed and approved administratively. At the determination of the Planning Director, applications for especially significant scopes of work may be subject to the notification requirements of Section 333 of this Code. If a request for Planning Commission review is made pursuant to subsection 309(f), the application will be subject to the notification and hearing procedures of this Section. If no request for Commission review is made, the Zoning Administrator may approve the project administratively.
 - (e) Hearing and Determination of Applications for Exceptions.
- (1) Hearing. The Planning Commission shall hold a public hearing on a Section 309 application if:
- (A) The project would result in a net addition of more than 50,000 square feet of gross floor area of space, or
- (B) The project includes the construction of a new building greater than $\underline{120}$ 75 feet in height (excluding any exceptions permitted per Section 260(b)), or includes a vertical addition to an existing building with a height of $\underline{120}$ 75 feet or less resulting in a total building height greater than $\underline{120}$ 75 feet; or
- (<u>B</u>C) The project would require an exception as provided in Subsection 309(a); provided that the hearing requirements of this Section 309 shall not apply to Commercial to Residential Adaptive Reuse projects seeking exceptions or modifications pursuant to Section 210.5(d).

(f) Planning Commission Review Upon Request.

— (1) Requests. Within 10 days after notice of the proposed Zoning Administrator approval has been given, as provided in subsection (d), any person may request in writing that the Planning Commission impose additional modifications on the project as provided in subsection (b) or consider the application for compliance with the open space and streetscape requirements of the Planning Code. The written request shall state why additional modifications should be imposed notwithstanding its compliance with the requirements of this Code and shall identify the policies or objectives that would be promoted by the imposition of conditions, or shall state why the open space and streetscape requirements have not been complied with.

— (2) Commission Consideration. The Planning Commission shall consider at a public hearing each written request for additional modifications and for consideration of the open space and streetscape requirements of the Planning Code compliance and may, by majority vote, direct that a hearing be conducted to consider such modifications or compliance, which hearing may be conducted at the same meeting that the written request is considered and decided. Notice of such hearing shall be provided pursuant to the requirements of Section 333 of this Code, provided that mailed notice shall also be provided to any person who has requested such notice, and to any person who has submitted a request for additional requirements. In determining whether to conduct such a hearing, the Planning Commission shall determine whether, based upon a review of the project, reasonable grounds exist justifying a public hearing in order to consider the proposed additional modifications and the open space and streetscape requirements of the Planning Code compliance.

— (3) Commission Action. If the Planning Commission determines to conduct a hearing to consider the imposition of additional modifications or the open space and streetscape requirements compliance, it may, after such hearing and after making appropriate findings,

approve, disapprove, or approve subject to conditions the building or site permit or project authorization application. If the Planning Commission determines not to conduct a hearing, the Zoning Administrator shall approve the application subject to any conditions imposed by the Director of Planning to which the applicant has consented.

- (e+) Imposition of Conditions, General. If, pursuant to the provisions of this Section 309, the Planning Commission determines that conditions should be imposed on the approval of a building or site permit application, or Section 309 application, and the applicant agrees to comply, the Planning Commission may approve the application subject to those conditions, and if the applicant refuses to so agree, the Planning Commission may disapprove the application.
- (f) Change of Conditions. Authorization of a change in any condition previously imposed pursuant to this Section <u>309</u> shall require an application for a change in conditions, which application shall be subject to the procedures set forth in this Section.
- (gk) An approval action in accordance with this Section <u>309</u> shall constitute the City's decision to approve the project for purposes of Administrative Code Chapter 31.

SEC. 309.1. PERMIT REVIEW IN DOWNTOWN RESIDENTIAL DISTRICTS.

The provisions and procedures set forth in this Section <u>309.1</u> shall govern the review of project authorization and building and site permit applications for the construction or substantial alteration of structures in Downtown Residential districts, the granting of exceptions to requirements of this Code, and the imposition of modifications necessary to achieve the objectives and policies of the General Plan and the purposes of this Code as provided for in Section 825 and elsewhere. When any action authorized

by this Section is taken, any determination with respect to the proposed project required or authorized pursuant to CEQA may also be considered.

(c) Hearing and Determination on Design Modifications and Applications for Exceptions.

(1) **Hearing**. The Planning Commission shall hold a public hearing for all projects greater than 50,000 gross square feet, for all projects proposing construction of a new building greater than 120 85 feet in height or greater a vertical addition to an existing building with a height of 120 feet or less resulting in a total building height greater than 120 feet, and for applications that require exceptions as provided in *Ss*ubsection (b).

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Section 4. Economically Revitalize Downtown. The Planning Code is hereby amended by revising Sections 102, 121.6, 145.1, 145.4, 204.3, 205.1, 210.1, 210.2, and 248, to read as follows:

SEC. 102. DEFINITIONS.

Flexible Retail. A Retail Sales and Service Use in Neighborhood Commercial Districts, subject to the requirements of Sections 179.2 and 202.9, that combines a minimum of two of the following distinct Uses within a space that may be operated by one or more business operators:

- (1) Arts Activities;
- (2) Restaurant, Limited;
- (3) Retail Sales and Services, General;
- (4) Service, Personal;

- (5) Service, Retail Professional; and
- (6) Trade Shop.

Flexible Workspace. A Retail Sales and Service use that is a combination of any uses within the Retail Sales and Service use category or a General Entertainment use that operates in conjunction with a principally or conditionally permitted Non-Retail Sales and Service use other than a Commercial Storage, Wholesale Sales, or Wholesale Storage use. The Retail Sales and Service or General Entertainment portion of the use shall be at least one-third of the overall Gross Floor Area and must face the street occupy space within the first 25 feet of the storefront.

* * * *

SEC. 121.6. LARGE-SCALE RETAIL USES.

retail use in excess of 50,000 gross square feet in any zoning district other than the C-3 Zoning Districts shall require conditional use authorization pursuant to Section 303 unless such use already is prohibited. This Subsection 121.6 shall apply to the establishment of a new use and the expansion of an existing use.—(b) Notwithstanding any other provision of this Code, establishment of a single retail use in excess of 90,000 gross square feet within a C-3 Zoning District shall require conditional use authorization pursuant to Section 303 unless such use already is prohibited. This Subsection shall apply only to the establishment of a new use—(c)—Notwithstanding any other provision of this Code, establishment of a single retail use in excess of 120,000 gross square feet is prohibited in any zoning district other than a C-3 Zoning District. This Subsection shall apply to the establishment of a new use and the expansion of an existing use.—(d)—Notwithstanding any other provision of this Code, establishment of a single retail use in excess of 120,000 gross square feet in a C-3

Zoning District shall be prohibited if it would sell groceries; contain more than 20,000

Stockkeeping Units (SKUs); and devote more than five percent (5%) of its total sales floor area to the sale of non-taxable merchandise. This Subsection shall apply only to the establishment of a new use.(e)— For purposes of this Section, 121.6:— (1)—"sales floor area" includes only interior building space devoted to the sale of merchandise, and does not include restrooms, office space, storage space, automobile service areas, or open-air garden sales space;— (2)—"non-taxable merchandise" includes only grocery products not subject to California State sales tax; and— (3)—"single retail use" shall include, except for Hotels and Motels, all Retail and Service Uses listed in Section 102 and retail uses identified in Article 8 of this Code.

SEC. 145.1. STREET FRONTAGES IN NEIGHBORHOOD COMMERCIAL, RESIDENTIAL-COMMERCIAL, COMMERCIAL, AND MIXED USE DISTRICTS.

* * * *

(c) **Controls**. The following requirements shall generally apply, except for those controls listed in subsections (1) Above Grade Parking Setback and (4) Ground Floor Ceiling Height, which only apply to a "development lot" as defined above.

In NC-S Districts, the applicable frontage shall be the primary facade(s) that contains customer entrances to commercial spaces.

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(6) **Transparency and Fenestration**. Frontages with active uses that are not PDR must be fenestrated with transparent windows and doorways for no less than 60% of the street frontage at the ground level and allow visibility to the inside of the building. The use of dark or mirrored glass shall not count towards the required transparent area. Buildings located inside of, or within an unobstructed line of less than

300 feet of an Urban Bird Refuge, as defined in Section 139(c)(1), shall follow glazing requirements within Section 139(c) of this Code.

In C-3 zoning districts, for tenant spaces with at least two frontages and active uses that are not PDR, frontages must be fenestrated with transparent windows and doorways for no less than 60% of the street frontage at the ground level or contain window displays of at least four feet in depth to allow visibility to the inside of the building or activate the street.

SEC. 145.4. REQUIRED GROUND FLOOR COMMERCIAL USES.

Table 145.4

Reference for Commercial, Neighborhood Commercial, and Residential- Commercial Districts	Reference for Mixed Use Districts	Use
* * * *		
N/A	890.37	Entertainment, Other
<u>102</u>	<u>N/A</u>	<u>Flexible Workspace</u>
102	N/A	Grocery, General
* * * *		

(d) Controls.

(1) Active commercial uses which are permitted by the specific district in which they are located are required on the ground floor of all street frontages listed in Subsection (b) above.

- (2) Active commercial uses shall comply with the standards applicable to active uses as set forth in Section 145.1(c)(3) and shall further be consistent with any applicable design guidelines.
- (3) On those street frontages listed in <u>Ss</u>ubsection (b), an individual ground floor nonresidential use may not occupy more than 75 contiguous linear feet for the first 25 feet of depth along a street-facing facade. Separate individual storefronts shall wrap large ground floor uses for the first 25 feet of depth, as illustrated in Figure 145.4. <u>This requirement shall not apply to such street frontages within the C districts.</u>

SEC. 204.3. ACCESSORY USES FOR USES OTHER THAN DWELLINGS IN C, RC, M, AND PDR DISTRICTS.

(e) Accessory Storage in C Districts. Accessory storage on the second floor and above is permitted for stock and trade relating to retail uses with street level storefronts in the same building. There shall be no limitation on the square footage of accessory storage as long as the storage supports a ground floor use in the same building.

SEC. 205.1. TEMPORARY USES: SIXTY-DAY LIMIT.

A temporary use may be authorized for a period not to exceed 60 days for any of the following uses:

(e) Within the C-3-R District, installation of a temporary Sign, other than a General Advertising Sign, or a temporary decorative or artistic display or installation. Such Sign or

(2) Pop-Up Activations. Pop-Up Activations are temporary Non-Residential uses, including but not limited to Pop-Up Retail, Entertainment, or Arts Activity uses, permitted within either a vacant space last occupied by a Non-Residential use or a space occupied by a legally established Non-Residential use, and that is located within a C-3 zoning district or a C-2 zoning dDistrict that is east of or fronting Van Ness/South Van Ness Avenue Franklin/13th Street and north of Townsend Street or within an NC, NCT, or Mixed-Use District that is south of Market Street, north of Townsend/Division/13th Streets, and east of South Van Ness Avenue. Such uses may include Formula Retail uses so long as Formula Retail uses are principally permitted in the underlying zoning.

SEC. 210.1. C-2 DISTRICTS: COMMUNITY BUSINESS.

Table 210.1 ZONING CONTROL TABLE FOR C-2 DISTRICTS

Zoning Category	§ References	C-2		
RESIDENTIAL STANDARDS AND USES				
* * * *				
Use Characteristics				
Zoning Category	§ References	C-2		
Intermediate Length Occupancy	§§ 102, 202.10	P(6)		
* * * *				
Residential Uses				
Zoning Category	§ References	C-2		
Residential Density, Dwelling Units (5)	§ 207	P at a density ratio not exceeding the number of dwelling units permitted in the nearest R District, with the distance to such R District measured from the midpoint of the		

1 2 3 4 5			front lot line or from a point directly across the street therefrom, whichever permits the greater density; provided, that the maximum density ratio shall in no case be less than one unit for each 800 square feet of lot area. NP above. (8)
			P up to twice the number of
6			dwelling units otherwise permitted as a principal use in the district and
7 8			meeting all the requirements of § 202.2(f)(1). C up to twice the
9	Senior Housing	 §§ 102, 202.2(f)	number of dwelling units otherwise
10		, , , , , ,	permitted as a principal use in the district and meeting all
11			requirements of § 202.2(f)(1) except for § 202.2(f)(1)(D)(iv),
			related to location. (8)
12			
13			
14			P at a density ratio not exceeding
15			the maximum density permitted for
16			group housing in the nearest R District, with the distance to such R
17	Basida (id Basaita Ossas		District measured from the midpoint of the front lot line or from a point
18	Residential Density, Group Housing	§ 208	directly across the street therefrom,
19			whichever permits the greater density; provided, that the
20			maximum density ratio shall in no case be less than one bedroom for
21			each 275 square feet of lot area.
22			NP above. <u>(8)</u>
23			
24			
25	NON-RESIDENTIAL STANDARI	DS AND USES	

* * * *		
Industrial Use Category		
Industrial Uses*	§ 102	NP
Agricultural and Beverage Processing 1	<u>§ 102</u>	<u>P</u>
Agricultural and Beverage Processing 2	<u>§ 102</u>	<u>P</u>
Manufacturing, Light	<u>§ 102</u>	<u>P</u>
* * * *		
Sales and Service Category		
Retail Sales and Service*	§§ 102, 202.2(a)	Р
Animal Hospital	§ 102	ϵ
* * * *		
Non-Retail Sales and Service*	§ 102	Р
Laboratory	§ 102	NP
Life Science	<u>§ 102</u>	₩₽

- (6) NP for buildings with three or fewer Dwelling Units; C for buildings with 10 or more Dwelling Units. <u>P for Commercial to Residential Adaptive Reuse projects pursuant to Section 210.5, regardless of building size.</u>
- (7) C on the 2nd floor and above, except that a Massage Establishment located on the 2nd floor or above accessory to a Hotel, Personal Service, or Health Service is P.
- (8) In C-2 zoning districts east of or fronting Van Ness/South Van Ness Avenue

 Franklin Street/13th Street and north of Townsend Street, there is no density limit. Density is

 regulated by the permitted height and bulk, and required setbacks, exposure, open space, and

 other Code requirements applicable to each development lot.

SEC. 210.2. C-3 DISTRICTS: DOWNTOWN COMMERCIAL.

* * * *

Table 210.2 ZONING CONTROL TABLE FOR C-3 DISTRICTS

		1	<u></u>	1				
Zoning Category	§ References	C-3- O	C-3- O(SD)	C- 3-R	C- 3-G	C- 3-S		
RESIDENTIAL STANDARDS AND USES								
* * * *								
Use Characteristics								
Intermediate Length Occupancy	§§102, 202.10	P(8)	P(8)	P(8)	P(8)	P(8)		
* * * *	* * *							
Residential Uses								
Residential Density, Dwelling Units (7)	§ 207	No density limit. Density is regulated by the permitted height and bulk, and required setbacks, exposure, and open space of each development lot.				ks,		
Senior Housing	§§ 102, 202.2(f)	No density limit. Density is regulated by the permitted height and bulk, and required setbacks, exposure, and open space of each development lot. C. Required if development meets all requirements of Section § 202.2(f)(1), except for § 202.2(f)(1)(D)(iv), related to location.						
* * * *								
NON-RESIDENTIAL STANDA	RDS AND USES							
* * *								
Commercial Use Characterist	tics		,					
* * * *								
Formula Retail	§§ 102, 303.1	Р	Р	Р	P (6)	Р		
* * *								

Entertainment, Arts and Recreation Use Category							
Entertainment, Arts and Recreation Uses*	§ 102	Р	Р	Р	Р	Р	
Entertainment, Outdoor	§ 102	₽P	₽P	₽P	₩P	<u> </u>	
Livery Stable	§ 102	NP	NP	NP	NP	NP	
Open Recreation Area	§ 102	₽P	₽P	₽P	Р	Р	
* * * *		The second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a second section in the second section in the second section is a section in the second section in the section is a section in the section in the section is a section in the section in the section in the section is a section in the section in the section in the section is a section in the section in the section in the section is a section in the section in the section in the section in the section is a section in the section i					
Institutional Use Category							
Institutional Uses*	§§ 102, 202.2(e)	Р	Р	Р	Р	Р	
* * * *							
Residential Care Facility	§ 102	Р	Р	Р	Р	<u>C-P</u>	
Trade School	§ 102	₽P	₽P	₽P	Р	Р	
Sales and Service Category							
Retail Sales and Service*	§§ 102, 202.2(a)	Р	Р	Р	Р	Р	
Animal Hospital	§ 102	NP	NP	₩₽	ϵ	ϵ	
* * * *							
Non-Retail Sales and Service*	§ 102	P (1)	P (1)	P (2) <u>(1)</u>	P (1)	P (1)	
* * * *							
Design Professional	§ 102	Р	Р	P (2) <u>(1)</u>	Р	Р	
* * * *							

- * Not listed below.
- (1) C required if at or below the ground floor.
- (2) [Reserved] NP if located on floors one and two and does not offer on site services to the general public. C required if located on the third floor, or floors four through six and the use is larger than 5,000 gross square feet in size.
- For uses located on the third floor, in addition to the criteria set forth in Section 303, a Conditional Use Authorization pursuant to this note shall be given only if the Commission determines that: the proposed use would not require modification of the location that would

negatively impact existing architectural, historic and aesthetic features, or otherwise inhibit the conversion back to a principally permitted use in the future; the proposed use would not have an actual or potential adverse impact on adjacent zoning districts in which non-retail sales and services uses are not permitted; and the proposed use will not result in the development of non-retail sales and services uses such that the District's primary function is no longer an area for comparison shopper retailing and direct consumer services. Provided further that for any Conditional Use Authorization given pursuant to the preceding sentence, the Planning Commission also consider the following: whether the proposed use would complement or support principally permitted uses in the District, and whether the site of the proposed use is not conducive to any principally permitted uses in the District by virtue of physical limitations, including but not limited to the size and orientation of the floor plate and the nature of independent access to the third floor

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- (6) [Reserved.] C required for Formula Retail on properties in the C-3-G District with frontage on Market Street, between 6th Street and the intersection of Market Street, 12th Street, and Franklin Street.
- (7) Construction of Accessory Dwelling Units may be permitted pursuant to Sections 207(c)(4) and 207(c)(6).
- (8) NP for buildings with three or fewer Dwelling Units; C for buildings with 10 or more Dwelling Units. *P for Commercial to Residential Adaptive Reuse projects pursuant to*Section 210.5, regardless of building size.

SEC. 248. TRANSIT CENTER C-3-O(SD) COMMERCIAL SPECIAL USE DISTRICT.

A Special Use District entitled the "Transit Center C-3-O(SD) Commercial Special Use District" is hereby established for a portion of the C-3-O(SD) district in the downtown area around the Transbay Transit Center within *the City and County of* San Francisco, the boundaries of which are designated on Sectional Map SU01 of the Zoning Map of the City and County of San Francisco. The following provisions shall apply within the Special Use District:

* * * *

- (c) **Controls**. All new development on lots larger than 15,000 square feet in the Special Use District shall include not less than 2 two gross square feet of principally or conditionally permitted commercial uses for every 4 one gross square foot of dwellings or other housing uses.
- (d) **Exceptions**. Exceptions to the controls in <u>Ss</u>ubsection (c) may be granted by the Planning Commission according to the procedures in Section 309 only if the Commission makes one of the following affirmative findings:
- (1) That the development consists of multiple buildings on a single lot or adjacent lots that are entitled as a single development project pursuant to Section 309, and that commercial uses account for greater than 50% percent of the project's aggregate total gross floor area for all buildings and where the project sponsor demonstrates that it is infeasible or impractical to construct commercial uses on the footprint of the portion of the site dedicated to dwellings and/or other housing uses due to the size and configuration of that portion of the lot; or
- (2) That the footprint of the portion of the site dedicated to dwellings and/or other housing uses is less than 15,000 square feet and the lot contains existing buildings which are to be retained. *or*

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(3) That the downtown commercial vacancy rate is persistently high and the project would fulfill its inclusionary requirement pursuant to Planning Code Section 415 through 100% on-site or off-site units within the C-3 District.

Section 5. Streamline Sign Permitting in C-3 Districts and Citywide. The Planning Code is hereby amended by revising Section 604, to read as follows:

SEC. 604. PERMITS AND CONFORMITY REQUIRED.

* * * *

(h) Nonconforming Signs; Replacement, Alteration, Reconstruction, Relocation, Intensification, or Expansion. Unless otherwise provided in this Code or in other Codes or regulations, a lawfully existing sign which fails to conform to the provisions of this Article 6 shall be brought into conformity when the activity for which the sign has been posted ceases operation or moves to another location, when a new building is constructed, or at the end of the sign's normal life. Such sign may not, however, be replaced, altered, reconstructed, relocated, intensified, or expanded in area or in any dimension except in conformity with the provisions of this Code, including Subsection (i) below. Ordinary maintenance and minor repairs shall be permitted, but such maintenance and repairs shall not include replacement, alteration, reconstruction, relocation, intensification, or expansion of the sign; provided, however, that alterations of a structural nature required to reinforce a part or parts of a lawfully existing sign to meet the standards of seismic loads and forces of the Building Code, to replace a damaged or weathered signboard, to ensure safe use and maintenance of that sign, to remediate hazardous materials, or any combination of the above alterations shall be considered ordinary maintenance and shall be allowed. A sign which is damaged or

destroyed by fire or other calamity shall be governed by the provisions of Sections 181(d) and 188(b) of this Code.

A sign which is voluntarily destroyed or removed by its owner or which is required by law to be removed may be restored only in full conformity with the provisions of this Code, except as authorized in Subsection (i) below. A general advertising sign that has been removed shall not be reinstalled, replaced, or reconstructed at the same location, and the erection, construction, and/or installation of a general advertising sign at that location to replace the previously existing sign shall be deemed to be a new sign in violation of Section 611(a) of this Code; provided, however, that such reinstallation, replacement, or reconstruction pursuant to a permit duly issued prior to the effective date of this requirement shall not be deemed a violation of Section 611(a) and shall be considered a lawfully existing nonconforming general advertising sign; and further provided that this prohibition shall not prevent a general advertising sign from being relocated to that location pursuant to a Relocation Agreement and conditional use authorization under Sections 611 and 303(k) of this Code and Section 2.21 of the San Francisco Administrative Code.

A nonconforming Neon Sign may be physically detached from the building for any required repairs or maintenance, except that such maintenance or repairs shall not include replacement, reconstruction, relocation, intensification, or expansion of the Neon Sign. After the off-site repair or maintenance work is complete, the Neon Sign may be reinstalled at the premises in the same location where the Neon Sign was previously affixed, so long as such replacement is completed within 18 months of removal.

* * * *

(m) Existing Signs in the C-3 District. Existing signage in the C-3 District shall not be subject to the provisions of this Section 604, provided that a change from general advertising to

nongeneral advertising sign copy or from nongeneral advertising to general advertising sign copy or an increase in area including, but not limited to, any extensions in the form of writing, representation, emblem or any figure of similar character shall in itself constitute a new sign subject to the provisions of this Section 604.

Section 6. Streamline Historic Preservation Review. The Planning Code is hereby amended by revising Sections 1005 and 1111.1, to read as follows:

SEC. 1005. CONFORMITY AND PERMITS.

* * * *

(e) After receiving a permit application from the Central Permit Bureau in accordance with the preceding subsection, the Department shall ascertain whether a Certificate of Appropriateness is required or has been approved for the work proposed in such permit application. If a Certificate of Appropriateness is required and has been issued, and if the permit application conforms to the work approved in the Certificate of Appropriateness, the permit application shall be processed without further reference to this Article 10. If a Certificate of Appropriateness is required and has not been issued, or if the permit application does not conform to what was approved, the permit application shall be disapproved or held by the Department until such time as conformity does exist either through modifications to the proposed work or through the issuance of an amended or new Certificate of Appropriateness. Notwithstanding the foregoing, in the following cases the Department shall process the permit application without further reference to this Article 10:

* * * *

(9) When the application is for a permit to install a City-sponsored Landmark plaque to a landmark or district, provided that the improvements conform to the requirements outlined in Section 1006.6 of this Code-; or

(10) When the application is for a Qualifying Scope of Work, as delegated by HPC to Department and periodically updated, and the site is located in C-3 zoning districts.

SEC. 1111.1. DETERMINATION OF MINOR AND MAJOR ALTERATIONS.

- (c) All applications for a Permit to Alter that are not Minor Alterations delegated to Department staff shall be scheduled for a hearing by the HPC pursuant to the procedures in Sections 1111.4 and 1111.5 below. Notwithstanding the foregoing, in the following cases the Department shall process the permit application without further reference to the Permit to Alter procedures outlined herein:
- (1) When the application is for a permit to make improvements to provide an accessible entrance to a Significant or Contributory building or any building within a Conservation District provided that the improvements conform to the requirements outlined in Section 1111.6 of this Code;
- (2) When the application is for a permit to install business signs to a Significant or Contributory building or any building within a Conservation District provided that signage and transparency conform to the requirements outlined in Section 1111.6 of this Code: *er*
- (3) When the application is for a permit to install non-visible rooftop appurtenances to a Significant or Contributory building or any building within a

Conservation District provided that the improvements conform to the requirements outlined in Section 1111.6 of this Code.;

- (4) When the application is for a permit to install an awning to a Significant or

 Contributory building or any building within a Conservation District provided that the awning

 conforms to the requirements outlined in Section 1111.6 of this Code; or
- (5) When the application is for a Qualifying Scope of Work, as delegated by HPC to the Department, as periodically updated.

Section 7. Provide Alternatives to On-Site Open Space in Certain C-3 Districts. The Planning Code is hereby amended by revising Section 426, to read as follows:

SEC. 426. PAYMENT FOR REQUIRED NON-RESIDENTIAL OPEN SPACE

NOT PROVIDED IN THE EASTERN NEIGHBORHOODS MIXED USE AND C-3-O(SD)

DISTRICTS.

* * * *

- (b) **C-3-O(SD) District**. In the C-3-O(SD) District, if a project sponsor chooses to pay the in-lieu fee described in Section 138(j)(4), a fee of \$1,410 shall be required for each square foot of usable open space not provided. This fee shall be adjusted in accordance with Section 409. This fee shall be paid into the Transit Center District Open Space Fund, as described in Sections 424.6 et seq. of this Article 4. Said fee shall be used for the purpose of acquiring, designing, and improving public open space, recreational facilities, and other open space resources, which are expected to be used solely or in substantial part by persons who live, work, shop, or otherwise do business in the Transit Center District.
- (c) C-3-O District, C-3-S District, and C-3-G District. In the C-3-O, C-3-S, and C-3-G Districts, if a project sponsor chooses to pay the in-lieu fee described in Section 138(j)(4), a fee

of \$1,410 shall be required for each square foot of usable open space not provided. The amount of this fee shall equal the fee payable under this subsection (b) and shall be adjusted in accordance with Section 409. This fee shall be paid into the Downtown Park Fund, as described in Section 412 of this Article 4. Said fee shall be used for the purpose of acquiring, designing, and improving public open space, recreational facilities, and other open space resources, which are expected to be used solely or in substantial part by persons who live, work, shop, or otherwise do business Downtown.

(d) C-3-R District. In the C-3-R Districts, if a project sponsor chooses to pay the in-lieu fee described in Section 138(j)(4), a fee shall be required for each square foot of usable open space not provided. The amount of this fee shall equal the fee payable under this subsection (b) and shall be adjusted in accordance with Section 409. This fee shall be paid into the Union Square Park, Recreation, and Open Space Fee, as described in Sections 434 of this Article 4. Said fee shall be used for the purpose of acquiring, designing, and improving public open space, recreational facilities, and other open space resources, which are expected to be used solely or in substantial part by persons who live, work, shop, or otherwise do business Downtown.

Section 8. Facilitate Residential Adaptive Reuse in the Building Code. Chapter 1A of the 2022 San Francisco Building Code is hereby amended by adding Section 111A, to read as follows:

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SECTION 111A – ADAPTIVE REUSE

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111A.1, 111A.2, and 111A.3) is to amend, expand, establish, and clarify alternative building standards for the conversion of existing non-residential buildings to accommodate new residential uses and still provide reasonable safety to the building occupants, as a means to

111A.1 Purpose and intent. The purpose of this Section 111A (consisting of Sections

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promote the safe, flexible use of the existing structures, as part of the City's strategy for economic recovery.

Key to the furtherance of this purpose is the ability of the Building Official and Fire Code

Official to effectively use their authority to grant code modifications or authorizations for

alternative materials, design and methods of construction, and equipment to address practical

difficulties involved in complying with the strict provisions of the code or consider alternative

design or methods not specifically prescribed in the code.

For example, the Building Official and Fire Code Official are authorized to consider alternative building standards consistent with Sections 17951 and 19957 of the California Health and Safety Code.

111A.2 Scope. This Section 111A may apply to projects that meet the definition and applicable requirements for Commercial to Residential Adaptive Reuse projects pursuant to Planning Code Section 210.5.

Nothing in this Section 111A shall preclude the use of the California Historical Building

Code for the conversion of a building that the Planning Department has determined to be a

qualified historic building or that may otherwise be eligible to use the California Historical

Building Code. If a project elects to use the standards established in the California Historical

Building Code, that project shall not be permitted to use the alternative building standards of

this Section 111A.

111A.3 Compliance requirements. Generally, the San Francisco Building Code, which adopts and amends the most recent edition of the California Building Standards Code, applies to new construction or a change of use or occupancy. For the conversion of existing non-residential buildings to accommodate new residential uses, however, alternative building standards described in an alternative building standards manual (described below) may apply.

The Building Official and Fire Code Official shall prepare, maintain, and update, as necessary and appropriate, an alternative building standards manual, which shall provide the building standards applicable to Commercial to Residential Adaptive Reuse projects as defined in Planning Code Section 210.5. This alternative building standards manual shall include technical information and implementation parameters, standards for determining technical infeasibility, and alternative standards if technical infeasibility is present, as well as other rules, requirements and procedures as the City deems necessary, for implementing the intent of this Section 111A.

The Building Official and Fire Code Official shall develop, as deemed necessary and appropriate, in cooperation with other City departments and stakeholders, information sheets, administrative bulletins, training manuals, and educational materials to assist in the implementation of this alternative building standards manual and this Section 111A.

Section 9. Principally Permitting Formula Retail on a Portion of Showplace Square Area. The Planning Code is hereby amended by revising Section 843, to read as follows:

SEC. 843. UMU – URBAN MIXED USE DISTRICT.

* * * *

Table 843

UMU – URBAN MIXED USE DISTRICT ZONING CONTROL TABLE

No.	Zoning Category	§	Urban Mixed Use District
		References	Controls
* * * *			-
Retail Sales and S	ervices		
* * * *			

843.46	Formula Retail	§§ 303.1,	C. If approved, subject to
		843.45	size controls in Section
			843.45. <i>(3)</i>
* * * *		•	

(3) P on Assessor's Parcel Block No. 3781, Lot 003, and the size controls in Section 843.45 shall not apply.

Section 10. 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.

Section 11. 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 additions, and Board amendment deletions in accordance with the "Note" that appears under the official title of the ordinance.

APPROVED AS TO FORM: DAVID CHIU, City Attorney

By: Austin M. Yang
AUSTIN M. YANG
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: 230371 Date Passed: June 27, 2023

Ordinance amending the Planning Code to 1) facilitate residential uses Downtown by authorizing the conversion of non-residential uses to residential use in C (Commercial) zoning districts, and exempting such projects from requirements for rear yard, open space, streetscape improvements, dwelling unit exposure, bike parking, transportation demand management, dwelling unit mix, and Intermediate Length Occupancy controls, permitting live work units in such projects, streamlining administrative approvals for projects in the C-3 zoning district, and modifying the dimensional limits on exemptions to height restrictions for mechanical equipment, elevator, stair, and mechanical penthouses; 2) economically revitalize Downtown by adding Flexible Workspace as a defined use, authorizing large scale retail uses in the C-3 zoning district, allowing window displays in the C-3 zoning district, allowing Flexible Workspace as an active ground floor commercial use along certain street frontages in C-3 zoning districts, allowing accessory storage in any C zoning district, allowing the temporary installation for 60 days of certain signs in the C-3-R district, allowing temporary non-residential uses in vacant spaces for up to one year, including formula retail, reducing density limits for Residential Dwelling Units and Senior Housing in the C-2 zoning districts east of or fronting Franklin Street/13th Street and north of Townsend Street, principally permitting Laboratory, Life Science, Agricultural and Beverage Processing, and Animal Hospitals in C-2 zoning districts, principally permitting Senior Housing, Residential Care Facilities, Outdoor Entertainment, Open Recreation Areas, Animal Hospitals, and Trade Schools in the C-3 zoning district, allowing formula retail as a ground floor use on Market Street, principally permitting office and design professional uses on the second floor and higher in the C-3-R zoning district, and requiring consideration of office vacancy in consideration of granting exceptions in the Transit Center Commercial Special Use District; 3) streamline sign permitting citywide and in the C-3 districts by allowing for the repair and rehabilitation of certain neon signs, and exempting existing business signs in the C-3 zoning district from certain zoning controls; 4) streamline Historic Preservation review of administrative certificates of appropriateness, and minor permits to alter for awnings, and Qualifying Scopes of Work, as may be delegated by the Historic Preservation Commission; 5) increase threshold for large projects subject to commercial to residential ratios in the C-3-O district, and provide alternatives to on-site open space in certain C-3 districts by allowing for payment of an in lieu fee as an alternative to providing open space; 6) facilitate residential adaptive reuse by amending the Building Code to add standards for adaptive reuse of non-residential buildings: and 7) principally permit formula retail and waive size limitations for such uses on a portion of Showplace Square Area (555-9th Street, Assessor's Parcel Block No. 3781, Lot No. 003); 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.

June 05, 2023 Land Use and Transportation Committee - AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE

June 05, 2023 Land Use and Transportation Committee - CONTINUED AS AMENDED

June 12, 2023 Land Use and Transportation Committee - AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

June 12, 2023 Land Use and Transportation Committee - RECOMMENDED AS AMENDED AS A COMMITTEE REPORT

June 12, 2023 Land Use and Transportation Committee - DUPLICATED AS AMENDED

June 13, 2023 Board of Supervisors - PASSED ON FIRST READING

Ayes: 11 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

June 27, 2023 Board of Supervisors - FINALLY PASSED

Ayes: 11 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

File No. 230371

I hereby certify that the foregoing Ordinance was FINALLY PASSED on 6/27/2023 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

London N. Breed Mayor **Date Approved**

7/5/23