AMENDED IN COMMITTEE 12/2/2024 ORDINANCE NO. 292-24

FILE NO. 230596

1	[Planning Code - Conditional Use Minimum Densities for Residential Projects in RM, RC, and					
2	RTO Districts]					
3	Ordinance amending the Planning Code to require conditional use authorization for					
4	residential housing developments that do not maximize minimum residential density,					
5	as defined, in Residential-Mixed (RM), Residential Commercial (RC), and Residential					
6	Transit Oriented (RTO) Districts except for Residential-Transit Oriented – Mixed					
7	<u>Mission</u> (RTO-M) Districts; affirming the Planning Department's determination under					
8	the California Environmental Quality Act; and making findings of consistency with the					
9	General Plan and the eight priority policies of Planning Code Section 101.1, and making					
10	findings of public necessity, convenience, and welfare pursuant to Planning Code,					
11	Section 302.					
12	NOTE: Unchanged Code text and uncodified text are in plain Arial font.					
13	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> .					
14	Board amendment additions are in double-underlined Arial font. Board amendment deletions are in strikethrough Arial font. Asterisks (* * * *) indicate the omission of unchanged Code					
15	subsections or parts of tables.					
16						
17	Be it ordained by the People of the City and County of San Francisco:					
18						
19	Section 1. Environmental and Planning Code Findings.					
20	(a) The Planning Department has determined that the actions contemplated in this					
21	ordinance comply with the California Environmental Quality Act (California Public Resources					
22	Code Sections 21000 et seq.). Said determination is on file with the Clerk of the Board of					
23	Supervisors in File No. 230596 and is incorporated herein by reference. The Board affirms					
24	this determination.					
25						

- (b) On July 20, 2023, the Planning Commission, in Resolution No. 21364, 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. 230596, and is incorporated herein by reference.
- (c) Pursuant to Planning Code Section 302, the Board of Supervisors find that this ordinance will serve the public necessity, convenience, and welfare for the reasons set forth in Planning Commission Resolution No. 21364, and incorporates such reasons by this reference thereto. A copy of said resolution is on file with the Clerk of the Board of Supervisors in File No. 230596.

Section 2. General Findings.

- (a) In recent decades, the rate of housing production in San Francisco has failed to keep pace with the growing demand for housing in the City and in the broader Bay Area. As a result, housing is unaffordable to many City residents, and there have been waves of evictions and displacement, largely to the detriment of long-term residents and lower-income communities.
- (b) Policymakers at the City and state level have sought to increase housing density both in San Francisco and across the state. For example, San Francisco's Citywide Accessory Dwelling Unit Program, which applies to existing structures and new construction, allows for the increased densification of residential and mixed-use neighborhoods and zoning districts. Section 207(c)(8) of the Planning Code, enacted in 2022, increased density to allow four units, or six units on corner lots, in Residential-Housing (RH) zones in certain circumstances. And <u>California</u> Government Code Sections 65852.21 and 664117 require

ministerial approval of two units in single-family zoning districts and lot splits in single-family districts, respectively.

- (c) While significant emphasis has been placed on increasing the capacity for increased housing density in residential and mixed-use zoning districts, and to remove various substantive and procedural restrictions on the construction of affordable housing in particular, comparatively little emphasis has been placed on setting density minimums and <u>prohibiting</u> the creating disincentives for construction of low-density projects in zoning districts that allow for greater density.
- (d) The construction of large residences and low-density buildings in areas that are zoned for greater density and that tend to be characterized by higher density, more affordable, and rent-stabilized housing, is indicative of a market preference for demonstrably unaffordable housing.
- (e) The construction of large residences and low-density buildings in zoning districts that permit greater capacity for housing density, such as Residential-Commercial (RC), Residential Mixed (RM), and Residential Transit Oriented (RTO) districts, is at the expense of opportunities for more units, and more affordable housing, and frequently results in the loss or conversion of housing protected by rent stabilization provisions of the San Francisco Rent Ordinance.
- (f) Objective 4B of San Francisco's 2022 Housing Element is to "expand small and mid-rise multi-family housing production to serve our workforce, prioritizing middle-income households."
- (g) The 2020 October 2024 Housing Balance Report, produced by the Planning Department pursuant to Section 103 of the Planning Code, indicates that for the period from 2010 Quarter 1 to 2019 Quarter 4-2013 Quarter 1 to 2024 Quarter 2, 7,081 10,153 units of net

new affordable housing have been built in San Francisco while 3,951 2,722 units have been removed from protected status, a ratio of just 1.79 3.73 units built for every 1 unit lost.

- (h) The loss of affordable and rent controlled housing is driven in part by the demolition, merger, and conversion of such housing, and its replacement with market rate housing and large single-family homes in zoning districts that permit increased capacity for housing density.
- (i) To address the loss of affordable and rent controlled housing and the construction of large single-family homes in zoning districts that allow greater density, in January 2021, the Board of Supervisors adopted interim controls to require projects that did not maximize the number of units on a lot to seek conditional use authorization. The Planning Department issued a report studying the interim controls and recommended permanent legislation to address the issues posed by large residential developments that do not maximize the allowable density. The Board has reviewed and considered the Planning Department report, and proposes the controls as set forth in this ordinance.
- (j) This ordinance will facilitate and encourage the development of multi-family housing in zoning RM, RC, and RTO districts. By incentivizing requiring the creation of more the maximum number of units on a parcel, the cost per unit of housing will be reduced. Similarly, the ordinance will preserve and facilitate the construction of housing for moderate- and lower-income households by requiring the preservation of existing units unless the minimum number of units on a subject lot will be constructed. incentivizing the creation of additional units on a subject lot. Units in multi-family housing are generally lower in price per square foot than units in a comparably sized single-family home. Therefore, by creating more multi-family units, rather than large single-family homes in areas where multi-family units buildings are allowed, the price per square foot of each unit will be lower and more affordable to lower-and moderate-income households.

(k) Likewise, as density increases, per capita water and energy use, stormwater runoff, and air pollutant and greenhouse gas emissions are reduced. In addition, multi-modal travel becomes more feasible, improving choices for non-drivers, as well as cost savings for households. Finally, dense residential development lowers per capita infrastructure capital and operating costs, and increases tax revenue per acre.

Section 3. Articles <u>2</u> and <u>3</u> of the Planning Code <u>is are</u> hereby amended by revising Sections 209.2, 209.3, <u>and 209.4</u>, and <u>303</u>, to read as follows:

SEC. 209.2. RM (RESIDENTIAL, MIXED) DISTRICTS.

Table 209.2
ZONING CONTROL TABLE FOR RM DISTRICTS

Zoning Category	§ References	RM-1	RM-2	RM-3	RM-4	
* * * *	* * * *					
RESIDENTIA	RESIDENTIAL STANDARDS AND USES					
Residential	Residential Uses					
Residential	§ 207	Pif3 units	Pif 3 units	Pif3 units	Pif 3 units per	
Density,		per lot or up	per lot or up	per lot or up	lot or up to <u>at</u>	
Dwelling		to at least	to at least	to at least	<u>least</u> one unit	
Units (7)		one unit per	one unit per	one unit per	per 200 <u>267</u>	
		800 <u>1067</u>	600 <u>800</u>	4 00 <u>533</u>	square feet of	
		square feet	square feet	square feet	lot area <u>.</u>	

		of lot area.	of lot area,	of lot area <u>.</u>	whichever is
		whichever is	whichever is	whichever is	greater. <u>Total</u>
		greater.	greater.	greater. Total	<u>maximum</u>
		<u>Total</u>	<u>Total</u>	<u>maximum</u>	<u>permitted</u>
		<u>maximum</u>	<u>maximum</u>	<u>permitted</u>	density is one
	*	<u>permitted</u>	permitted	density is	unit per 200
		density is	density is	one unit per	square feet of
		one unit per	one unit per	400 square	lot area. (8), (11)
		800 square	600 square	feet of lot	
		feet of lot	feet of lot	<u>area (11)</u>	
		<u>area. (11)</u>	<u>area. (11)</u>		
* * * *	* * * *	* * * *	* * * *	* * * *	* * * *

(11) C per Section 303(cc) if the residential building does not maximize principally permitted density, while meeting minimum unit size requirements set forth in Section 415.6(f)(2), except as set forth in section 303(cc)(1). NP if less than minimum density as set forth in the table. Expansions of existing single-family residential buildings may not exceed more than 25% of Gross Floor Area over 10 years, or result in a building over 3,000 square feet. In new construction, no unit may be smaller than one-third the Gross Floor Area of the largest unit in the building.

SEC. 209.3. RC (RESIDENTIAL-COMMERCIAL) DISTRICTS.

Table 209.3

ZONING CONTROL TABLE FOR RESIDENTIAL-COMMERCIAL DISTRICTS

		erences	RC-3	RC-4
Category * * * *				
RESIDENTIA	AL STA	NDARDS AND	USES	
Developme	nt Stan	dards		
Residential		§207	Pif 3 units per lot or	Pif 3 units per lot or up to
Density, Dwelling			up to at least one unit	at least one unit per 200
Units (7), <u>(13)</u>			per 4 00 - <u>533</u> square	267 square feet of lot
			feet of lot area,	area, whichever is greater.
			whichever is greater.	Total maximum permitted
			Total maximum	density is one unit per 200
			permitted density is	square feet of lot area. No
			one unit per 400	density limits in the Van
			square feet of lot	Ness SUD (§243). (8), (13)
			<u>area. (13)</u>	
* * * *				

(13) C per Section 303(cc) if the residential building does not maximize principally permitted residential density, while meeting minimum unit size requirements set forth in Section 415.6(f)(2), except as set forth in section 303(cc)(1). NP if less than minimum density as set forth in the table. Expansions of existing single-family residential buildings may not exceed more than 25% of Gross Floor Area over 10 years, or result in a building over 3,000 square feet. In new construction, no unit may be smaller than one-third the Gross Floor Area of the largest unit in the building.

SEC. 209.4. RTO (RESIDENTIAL TRANSIT ORIENTED) DISTRICTS.

Table 209.4

ZONING CONTROL TABLE FOR RTO DISTRICTS

Zoning § Ref		erences	RTO	RTO-M		
Category						
* * * *	* * * *					
RESIDENTIA	AL STA	NDARDS AND USE	es .			
* * * *	* * * *					
Residential	Uses					
Residential		§207	P <u>if at least up to</u> one	No density limit. Density		
Density, Dwe	elling		unit per 600 <u>800</u>	is regulated by the		
Units (7)			square feet of lot	permitted height and bulk,		
			area (8) , Maximum	and required setbacks,		
			density as of right is	exposure, and open space		
			one unit per 600	of each parcel, along with		
			square feet of lot	Residential Design		
			<u>area.</u> C above below	Guidelines.		
			above, per criteria of			
			§207(a). <u>(11)</u>			
* * * *						

(11) C per Section 303(cc) if the residential building does not maximize principally permitted residential density, while meeting minimum unit size requirements set forth in Section 415.6(f)(2), except as set forth in section 303(cc)(1). NP if less than minimum density as set forth in the table. Expansions of existing single-family residential buildings may not exceed more than 25% of Gross Floor Area over 10 years, or result in a building over 3,000 square feet. In new construction, no unit may be smaller than one-third the Gross Floor Area of the largest unit in the building.

SECTION 303. CONDITIONAL USES.

(a) General. The Planning Commission shall hear and make determinations regarding applications for the authorization of Conditional Uses in the specific situations in which such authorization is provided for elsewhere in this Code. The procedures for Conditional Uses shall be as specified in this Section 303 and in Sections 306 through 306.6, except that Planned Unit Developments shall in addition be subject to Section 304, Hospitals and Post-Secondary Educational Institutions shall in addition be subject to the Institutional Master Plan requirements of Section 304.5.

* * * *

(cc) Maximizing Density in RM, RC, and RTO Districts.

(1) In order to promote, protect, and maintain the maximum number of residential units in RM, RC, and RTO Districts, except for RTO M Districts, new construction or alterations of existing buildings that do not meet the maximum principally permitted residential density as set forth in Tables 209.2, 209.3, and 209.4, respectively, while meeting the minimum unit size requirements set forth in Planning Code Section 415.6(f)(2), shall be permitted only as a Conditional Use. The maximum principally permitted residential density

1	Code that are explicitly shown in this ordinance as additions, deletions, Board amendment						
2	additions, and Board amendment deletions in accordance with the "Note" that appears under						
3	the official title of the ordinance.						
4							
5	APPROVED AS TO FORM:						
6	DAVID CHIU, City Attorney						
7	By: <u>/s/</u> Audrey Pearson						
8	AUDREY PEARSON 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: 230596 Date Passed: December 17, 2024

Ordinance amending the Planning Code to require minimum residential density, in Residential-Mixed (RM), Residential Commercial (RC), and Residential Transit Oriented (RTO) Districts except for Residential-Transit Oriented - Mission (RTO-M) Districts; 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.

September 11, 2023 Land Use and Transportation Committee - CONTINUED TO CALL OF THE CHAIR

December 02, 2024 Land Use and Transportation Committee - AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE

December 02, 2024 Land Use and Transportation Committee - CONTINUED AS AMENDED

December 09, 2024 Land Use and Transportation Committee - RECOMMENDED AS COMMITTEE REPORT

December 10, 2024 Board of Supervisors - PASSED, ON FIRST READING

Ayes: 10 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai and Walton

December 17, 2024 Board of Supervisors - FINALLY PASSED

Ayes: 9 - Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai

and Walton

Excused: 1 - Chan

I hereby certify that the foregoing Ordinance was FINALLY PASSED on 12/17/2024 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