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Angela Calvillo, Clerk
Board of Supervisors
City Hall, Room 244
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102

Re: Transmittal of the Market & Octavia Neighborhood Plan (Planning Case No. 2003.0347EMTTUZ)

Dear Ms. Calvillo:

As required by the City Charter, the Planning Department is transmitting the Planning Commission's recommendation on the Market and Octavia Plan 2003.0347EMTUZ) to the Board of Supervisors. The Market and Octavia Plan (the Plan), is the product of a seven year community planning process. The Plan articulates the most comprehensive planning effort in San Francisco to date – including innovative policies to balance the needs of a growing neighborhood; contemporary zoning controls to encourage transit oriented growth; a detailed strategy on preserving the neighborhood's historic resources including interim procedures and a full resource survey, and a comprehensive community improvements program that identifies essential community infrastructure, funding mechanisms, and implementation strategies. The focused efforts of community members and city staff produced a robust community plan that the Planning Commission proudly forwards for Board approval.

Key Plan Concepts

The Market and Octavia Plan addresses the neighborhood holistically, particularly the relationship between land use and transportation. Much of the existing neighborhood fabric in the Market and Octavia Plan Area was built in a transit-oriented manner. The neighborhood has a healthy mix of local services within walking distance of housing, a substantial investment in transit infrastructure, with most of the private development being oriented towards housing people. The Plan builds on these neighborhood strengths, preserves existing character, addresses issues raised by large infrastructure and antiquated policies, while identifying opportunities for sustainable growth and infill development over the next 20 years. The plan articulates the neighborhood's vision for healthy growth and sustainable future for San Francisco. The forward looking policies in the Plan have gained widespread attention.

The Plan, supports the General Plan's vision of <u>building</u> where growth can be <u>accommodated</u> by <u>transit</u> and <u>services</u>, encouraging public transit use over trips by private

automobile, and promoting housing opportunities adjacent to the downtown area. The Plan's anti-demolition policies, lot size limits, building frontage controls, unit size and unit mix protections, alley height controls, are all meant to protect the historic character and ensure new development is complementary to the "fragile virtues" the community identified as important to neighborhood character. Key to the plan's success are a number of pedestrian, transit, traffic calming, open space and other public improvements. A comprehensive community improvements program is included to meet the needs of the area's growing population.

The Planning Process

Starting in 2000, the Planning Department initiated a public planning process, the Better Neighborhoods Program, intended to develop a series of policies and proposals for various areas including Market and Octavia. Numerous workshops, walking tours, bus tours and public hearings were held, and the Market & Octavia Draft Neighborhood Plan was published in 2002. Since that time, environmental review has been completed; a comprehensive historic resource survey has been initiated; and amendments have been made to the plan to incorporate Planning Commission and community input. On April 5, 2007 the Planning Commission adopted the Market and Octavia plan and its implementing ordinances, with a request that the Department determine the feasibility of a measure for additional affordable housing. The Planning Commission took final action on the Plan on July 12th, 2007, and adopted trailing legislation to further amend the Planning Code.

Environmental Review

The project's draft EIR was published on June 25, 2005, and the Comments and Responses released on September 26, 2006. CEQA findings were adopted, and the Environmental Impact Report was certified on April 5, 2007 prior to the consideration of the Market & Octavia Plan Amendments. Subsequent appeals were upheld by the Board of Supervisors on June 19, 2007.

The Planning Commission Adopted Plan

The Planning Commission forwards for your approval the Market and Octavia Neighborhood plan with three associated ordinances and supporting documents. Implementation of the Market and Octavia Neighborhood Plan requires the approval of amendments to the General Plan, the Planning Code, and Zoning Map. The Area Plan policies will be used as a framework for decisions in the plan area. Amendments to the Planning Code change the controls regulating land use and building form. Planning Code changes initiate implementation programming, such as establishing impact fees associated with new development and Plan Area monitoring. Zoning map changes apply new zoning and heights controls to specific parcels. The plan package also includes a community improvements program and historic preservation interim procedures and controls.

The attached <u>Table of Contents</u> provides orientation to the major components of the Market and Octavia Plan forwarded for Board review and approval. Approval of the plan requires the following actions by the full board.

Approval

- E-Case Environmental review findings and mitigation measures
- M-Case Market and Octavia Area Plan and proposed amendments to the City's General Plan
- T-Case Planning Code Amendments
- TT-Case Planning Code Amendments, Trailing Legislation
- Z- Case Zoning Map Amendments

Supporting Documents

- P-Case Community Improvements Program
- U-Case Historic Preservation Interim Procedures

The Planning Commission is recommending Board approval of these ordinances to convert seven years of community planning into city law. The Plan's vision is most clearly stated in the Area Plan document – but important details are spelled out in the Planning Controls, Community Improvements Program, the interim historic preservation procedures, and the zoning map amendments. To help navigate these documents we've enclosed an index of key topics. If you would like further assistance please contact the project staff: AnMarie Rodgers, Manager of Legislative Affairs (558-6395); John Billovits, Senior Planner (558-6390); or Kearstin Dischinger, Plan Manager (558-6284).

Sincerely,

Dean Macris

Director of Planning

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BOOK A

General Plan Amendments - M Case - Requires Board Approval

- General Plan Amendment Case Report (v. 09/2006 + 01/2007 addendum)
- General Plan Amendment Draft Ordinance
 - General Plan Amendments
 - Area Plan
- Planning Commission Resolution No. 17408

Community Improvements - P Case - Supporting Document

The Market And Octavia Draft Community Improvements Program Document

Planning Code Amendments - T Case - Requires Board Approval

- Planning Code Amendment Case Report (v. 09/2006 + 02/2007 addendum)
- Planning Commission Resolution No. 17409 Adopting Planning Code Amendments
- Planning Code Amendment Draft Ordinance
 - Amended Planning Code Sections (pages 1-173)
 - New Planning Code Sections (pages 173-254)

Trailing Legislation: Planning Code Amendment - TT Case - Requires Board Approval

- Planning Code Amendment Case Report
- Planning Commission Resolution No. 17409 Adopting Planning Code Amendments
- Planning Code Amendment Draft Ordinance
 - o Supersedes Section 249.33

BOOK B

Environmental Review Documents - E Case - Requires Board Approval

- Planning Commission Resolution No. 17406 Certifying EIR
- Planning Commission Resolution No. 17407 Adopting Environmental Findings
- CEOA Findings
- Mitigation Monitoring and Reporting Program

Interim Historic Resources Procedures - U Case - Supporting Document

- Case Report (v. 02/2007)
- Planning Commission Motion No. 17411 Establishing Interim Procedures
- Exhibit U-3-B Permit Review Procedures
- Exhibit U-4-B Historic Resources Survey Integration

Zoning Map Amendments - Z Case - Requires Board Approval

- Zoning Map Amendment Case Report (v. 09/2006 + 02/2007 addendum)
- Planning Commission Resolution No. 17410

- Zoning Map Amendment Draft Ordinance
 - Zoning Controls
 - Heights Controls

ON FILE WITH THE CLERK OF THE BOARD

Supporting Documents

- Final Environmental Review documents.
 - The Final EIR is comprised of the Draft EIR, the Comments and Responses document, and the Final Certification Motion.
 - A copy of these documents was forwarded to all members of the Board as part of the EIR appeal hearing.
- Memo: Stating the Planning Department's findings of the consistency of the Market and Octavia Neighborhood Plan with the 1990 Residence Element.
- Studies referenced by draft Planning Code Section 326 in support of the findings.
 - T Hummel, SWOV Institute for Road Safety Research (Holland), and University of North Carolina Highway Safety Research Center, "Dutch Pedestrian Safety Research Review," November 1999.
 - Louise Stoney, "Framing Child Care as Economic Development: Lessons from Early Studies" February 2004.
 - Warner, Mildred. "Overview: Articulating the Economic Importance of child Care for Community Development". Journal of Community Development Society, Vol. 37, No.2, Summer 2006.
- Memo: Finding fee expenditure through section 249.33 on affordable housing would amount to a total requirement per unit that is below the nexus demonstrated by the citywide affordable housing nexus study.
- Final Study, Demonstrating the potential negative impact on future development of impact fees in addition to those proposed by Planning Code Section 249.33 and 326.

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