## **Executive Summary**

### **Condominium Conversion Subdivision**

HEARING DATE: JANUARY 24, 2013 CONSENT CALENDAR

January 17, 2013

*Case No.:* **2012.1057Q** 

Project Address: 230-234A HERMANN STREET
Zoning: RTO (Residential, Transit Oriented)

40-X

Block/Lot: 0868/009-009A

Project Sponsor: Goldstein, Gellman, Melbostad, Harris & McSparran – Condo Divison

1388 Sutter Street, Suite 1000 San Francisco, CA 94109

Staff Contact: Christine Lamorena – (415) 575-9085

christine.lamorena@sfgov.org

Recommendation: Approval

### PROJECT DESCRIPTION

Date:

The project proposes to convert a three-story, five-unit building into residential condominiums. The existing building occupies two lots. No alterations to the building are proposed other than those that result from the Department of Building Inspection's Physical Inspection Report. The Subdivision Code requires that the Planning Commission hold a public hearing to review condominium conversion subdivisions containing five to six residential units for consistency with the General Plan.

### **Residential Unit Description**

Unit No.	Square-Feet	No. of Bedrooms
230	660	1
230A	660	1
232	1,200	2
234	1,178	2
234A	1,122	2

1650 Mission St. Suite 400 San Francisco, CA 94103-2479

Reception: 415.558.6378

Fax:

415.558.6409

Planning Information: 415.558.6377

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### **Rental History:**

- Three of the five units (Units 232, 234, and 234A) are owner-occupied as primary residences. One unit (Unit 230A) is owned and occupied as a pied-á-terre. The remaining unit (Unit 230) is a rental unit owned by Leonard Marsh and Karen Hamme (owners of Unit 230A).
- There are no households with persons that are aged 62 or older or permanently disabled.

### Five-Year Rental History

Unit #	Duration	Occupant	Rent	Reason for	Purchaser
				Leaving	
230	12/1/91-present	Kimberley Weller	\$926	n/a	No
230A	2/15/02-present	Leonard Marsh & Karen Hamme	Own	n/a	Yes
		(pied-á-terre)			
232	8/10/80-present	Dirk Tackle	Own	n/a	Yes
234	2/15/02-present	Stefan Eder	Own	n/a	Yes
234A	9/1/95-present	Idel Dorleans	Own	n/a	Yes

### SITE DESCRIPTION AND PRESENT USE

The project site is comprised of a single building on two lots located at 230-234 Hermann Street on the north side of Hermann Street between Fillmore and Webster Streets on Assessor's Block 0868, Lots 009-009A. The project site is located within a RTO (Residential, Transit Oriented) Zoning District and 40-X Height and Bulk District. Parcel Lot 009 is approximately 736 square feet and Parcel Lot 009A is approximately 2,478 square feet. The two lots in total are 3,214 square feet in size. The three-story building consists of five dwelling units and was constructed circa 1900.

### SURROUNDING PROPERTIES AND NEIGHBORHOOD

The project site is located in the Western Addition neighborhood. The surrounding development consists mainly of multi-unit buildings and the scale of development in the area consists of three- to four-story structures. The immediately adjacent properties to the east and west are each two-story over garage buildings containing two residential units.

### **ENVIRONMENTAL REVIEW STATUS**

The project is exempt from the California Environmental Quality Act ("CEQA") as a Class 1 categorical exemption.

### HEARING NOTIFICATION REQUIREMENTS

TYPE	REQUIRED PERIOD	REQUIRED NOTICE DATE	ACTUAL NOTICE DATE	ACTUAL PERIOD
Posted Notice	10 days	January 14, 2013	January 14, 2013	10 days
Mailed Notice	10 days	January 14, 2013	January 14, 2013	10 days

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### **PUBLIC COMMENT**

 To date, the Department has not received any letters or phone calls in support of or in opposition to the project.

### ISSUES AND OTHER CONSIDERATIONS

- The Subdivision Code requires that the Planning Commission hold a public hearing to review condominium conversion subdivisions containing five to six units, where at least one unit is residential, for consistency with the General Plan. Similar projects with four or fewer units are approved administratively. This provision requiring Planning Commission review for larger projects may be a residual of former rent control regulations.
- The portion of the building on Parcel Lot 009 contains one legal, nonconforming dwelling unit. In the RTO Zoning District, a maximum of one dwelling unit per 600 square feet of lot area can be considered legal and conforming to the Planning Code. The remaining dwelling unit must be considered a legal, nonconforming dwelling unit and will be subject to the limitations under Planning Code Section 181.

### REQUIRED COMMISSION ACTION

The proposed project requires Planning Commission approval under Section 3.527 of the Charter and Sections 1332 and 1381 of the Subdivision Code to allow the condominium conversion subdivision of five to six residential unit buildings. Findings must be made that the proposal is consistent with the General Plan and the Subdivision Code.

### BASIS FOR RECOMMENDATION

- The proposed project is consistent with the Housing Element of the General Plan in that the existing supply of housing will be maintained, the condo subdivision application is subject to the restrictions of the Subdivision Code, and the subdivision will allow for home ownership opportunities for San Francisco residents.
- The eight priority planning policies set forth by City Planning Code Section 101.1 are being met.
- The project meets the requirements for condominium conversions under the California State Map Act and the San Francisco Subdivision Code.

RECOMMENDATION: Approval

### **Attachments:**

Block Book Map Sanborn Map Zoning Map Executive Summary CASE NO. 2012.1057Q Hearing Date: January 24, 2013 230-234A Hermann Street

Aerial Photograph Site Photograph Executive Summary Hearing Date: January 24, 2013

## **Exhibit Checklist**

	Executive Summary		Project sponsor submittal
	Draft Motion		Drawings: Existing Conditions
	Environmental Determination		Check for legibility
	Zoning District Map		Drawings: <u>Proposed Project</u>
	Height & Bulk Map		Check for legibility
	Block Book Map		Health Dept. review of RF levels
	Sanborn Map		RF Report
	Aerial Photos		Community Meeting Notice
	Context Photo		Public Correspondence
	Site Photo		
]	Exhibits above marked with an "X" are inc	clude	d in this packet <u>CL</u>
			Planner's Initials

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## SAN FRANCISCO PLANNING DEPARTMENT

Subject to: (Select only if applicable)	
☐ Affordable Housing (Sec. 415)	☐ First Source Hiring (Admin. Code)
☐ Jobs Housing Linkage Program (Sec. 413)	☐ Child Care Requirement (Sec. 414)
□ Downtown Park Fee (Sec. 412)	☐ Other

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## **Planning Commission Draft Motion**

**HEARING DATE: JANUARY 24, 2013** 

Date: January 17, 2013
Case No.: **2012.1057Q** 

Project Address: 230-234A HERMANN STREET
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ADOPTING FINDINGS RELATING TO THE REVIEW FOR CONSISTENCY WITH THE GENERAL PLAN TO ALLOW A CONDOMINIUM CONVERSION SUBDIVISION OF A THREE-STORY, FIVE-UNIT BUILDING INTO RESIDENTIAL CONDOMINIUMS WITHIN A RTO (RESIDENTIAL, TRANSIT ORIENTED) ZONING DISTRICT AND A 40-X HEIGHT AND BULK DISTRICT.

### **PREAMBLE**

On July 20, 2012, Brian de los Santos of Goldstein, Gellman, Melbostad, Harris & McSparran (hereinafter "Project Sponsor") filed an application with the Department of Public Works, Bureau of Street Use and Mapping for Planning Department review to allow the Condominium Conversion Subdivision of a three-story, five-unit building into residential condominiums within a RTO (Residential, Transit Oriented) Zoning District and a 40-X Height and Bulk District. The subject building is considered a legal use as the Report of Residential Building Record indicates that the legal authorized occupancy and use is a two family dwelling with a party wall on Lot 009 A.

On January 24, 2013, the San Francisco Planning Commission (hereinafter "Commission") conducted a duly noticed public hearing at a regularly scheduled meeting on Condominium Conversion Subdivision Application No. 2012.1057Q.

Section 1396, Article 9 of the Subdivision Code of the City and County of San Francisco sets forth the following rules and regulations for condominium conversions:

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A. A maximum of two-hundred (200) units may be converted to condominium units annually. An exception is provided for two-unit buildings where both units are owner-occupied for one year or one unit is owner occupied for three years.

- B. The following categories of buildings may be converted to condominiums:
  - i. Buildings consisting of four units or less in which at least one of the units has been occupied continuously by one of the owners of record for three years prior to the date of registration for the lottery as selected by the Director of Public Works.
  - ii. Buildings consisting of six units or less in which at least 50 percent of the units have been occupied continuously by one of the owners of record for three years prior to the date of registration for the lottery as selected by the Director of Public Works.

The Subdivision Code requires that the Planning Commission hold a public hearing to review condominium conversion subdivisions containing five to six units for consistency with the General Plan where at least one unit is residential. The Code calls for a sales program which promotes affirmative action in housing, a non-transferable tenant right of first-refusal to purchase the unit occupied by the tenant and various relocation requirements, including the right to a \$1,000 relocation payment.

The Subdivision Code further provides for a lifetime lease for all tenants aged 62 years or older and/or are permanently disabled, and requires that no less than 40 percent of the tenants either have signed Intent to Purchase forms or be in a position of accepting such a lifetime lease. The Code prohibits any increase in rents while the conversion application is pending before the City.

The Project is exempt from the California Environmental Quality Act ("CEQA") as a Class 1 categorical exemption.

The Commission has heard and considered the testimony presented to it at the public hearing and has further considered written materials and oral testimony presented on behalf of the applicant, Department staff, and other interested parties.

MOVED, that the Commission hereby approves the Condominium Conversion Subdivision requested in Application No. 2012.1057Q based on the following findings:

### **FINDINGS**

Having reviewed the materials identified in the preamble above, and having heard all testimony and arguments, this Commission finds, concludes, and determines as follows:

- 1. The above recitals are accurate and constitute findings of this Commission.
- 2. The applicant requests Planning Department review of a Condominium Conversion Subdivision Application to allow for the conversion of the multi-unit building.

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3. As required by Section 1396 of the San Francisco Subdivision Code, 50 percent or more of the units have been owner occupied continuously by one or more of the owners of record for three years prior to the date of registration for the lottery as selected by the Director of Public Works.

- 4. Tenants in the subject building were notified of their right-of-first refusal to purchase the unit they occupy, as required by the Subdivision Code, and of other rights to which they are entitled under provisions of the same Code.
- 5. A search of the Rent Board database did not show any tenant petitions or eviction notices filed with the Rent Board in the last 5 years.
- 6. On balance, the Project is consistent with the Objectives and Policies of the General Plan, as follows:

### 2009 HOUSING ELEMENT

### **Objectives and Policies**

### **OBJECTIVE 3:**

PROTECT THE AFFORDABILITY OF THE EXISTING HOUSING STOCK, ESPECIALLY RENTAL UNITS.

### Policy 3.1:

Preserve rental units, especially rent controlled units, to meet the City's affordable housing needs.

This application was selected through the condominium conversion subdivision lottery, which sets an annual limit on condominium conversions. Conversion of the subject property would allow for home ownership opportunities for San Francisco residents.

- 7. **Planning Code Section 101.1(b)** establishes eight priority-planning policies and requires review of permits for consistency with said policies. On balance, the project does comply with said policies in that:
  - A. That existing neighborhood-serving retail uses be preserved and enhanced and future opportunities for resident employment in and ownership of such businesses be enhanced.

The proposal would have no adverse effect upon existing neighborhood-serving retail uses as it is a change in form of residential tenure.

B. That existing housing and neighborhood character be conserved and protected in order to preserve the cultural and economic diversity of our neighborhoods.

The proposal is a change in form of residential tenure and would not alter the existing housing and neighborhood character of the vicinity.

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C. That the City's supply of affordable housing be preserved and enhanced,

*No housing would be removed for this project.* 

D. That commuter traffic not impede MUNI transit service or overburden our streets or neighborhood parking.

The proposal is a change in form of residential tenure and would not affect public transit or neighborhood parking.

E. That a diverse economic base be maintained by protecting our industrial and service sectors from displacement due to commercial office development, and that future opportunities for resident employment and ownership in these sectors be enhanced.

The proposal is a change in form of residential tenure and would not involve the industrial or service sectors of the City.

F. That the City achieve the greatest possible preparedness to protect against injury and loss of life in an earthquake.

The proposal is subject to inspection by the Department of Building Inspection and will be required to make any code required repairs, including those related to life safety issues, prior to the recordation of the final condominium subdivision map.

G. That landmarks and historic buildings be preserved.

The proposal is a change in form of residential tenure and would not affect landmarks or historic buildings

H. That our parks and open space and their access to sunlight and vistas be protected from development.

The proposal is a change in form of residential tenure and would not affect public parks or open space.

- 8. The Project is consistent with and would promote the general and specific purposes of the Code provided under Section 101.1(b) in that, as designed, the Project would contribute to the character and stability of the neighborhood and would constitute a beneficial development.
- 9. The Commission hereby finds that approval of the Condominium Conversion Subdivision would promote the health, safety and welfare of the City.

Draft Motion Hearing Date: January 24, 2013 **CASE NO. 2012.1057Q 230-234A Hermann Street** 

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### **DECISION**

That based upon the Record, the submissions by the Applicant, the staff of the Department and other interested parties, the oral testimony presented to this Commission at the public hearings, and all other written materials submitted by all parties, the Commission hereby **APPROVES Condominium Conversion Subdivision Application No. 2012.1057Q**.

I hereby certify that the Planning Commission ADOPTED the foregoing Motion on January 24, 2013.

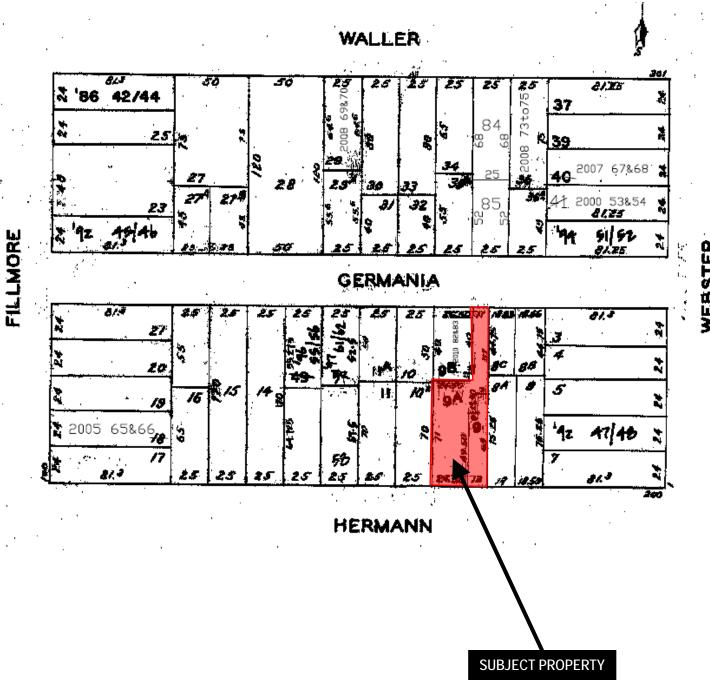
Jonas Ionin
Acting Commission Secretary
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AYES:
NAYS:
ABSENT:
TIDOLI (I.

January 24, 2013

ADOPTED:

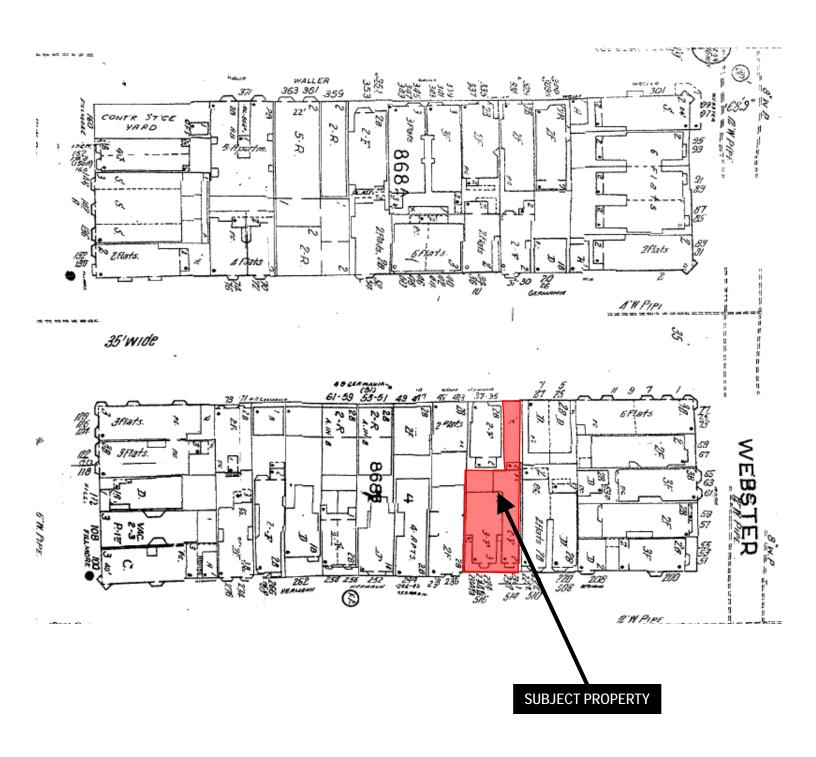
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## **Parcel Map**





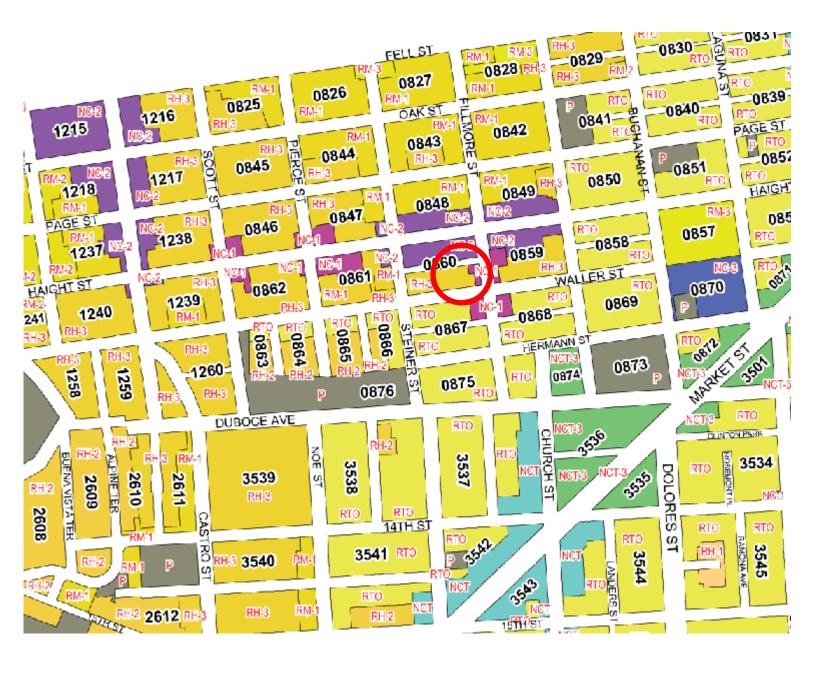
## Sanborn Map\*



\*The Sanborn Maps in San Francisco have not been updated since 1998, and this map may not accurately reflect existing conditions.

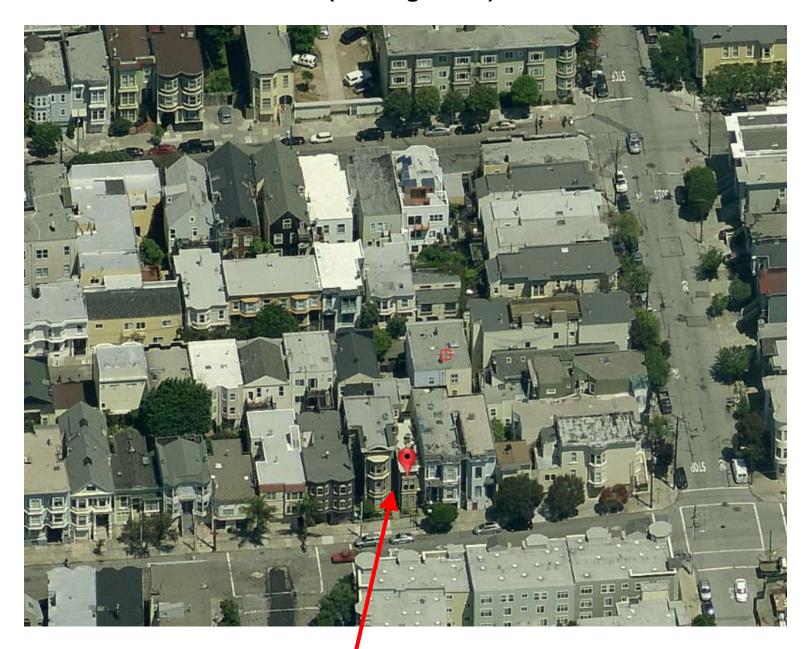


## **Zoning Map**





# Aerial Photo (looking north)



SUBJECT PROPERTY

## **Site Photo**

