# **Executive Summary Office Development Authorization**

HEARING DATE: DECEMBER 5, 2019
CONTINUED FROM: NOVEMBER 7, 2019

2018-007267OFA

Project Address: 865 Market Street

Zoning: Downtown Retail (C-3-R) Zoning District

120X, 160-S Height and Bulk District

*Block/Lot:* 3705/042

Record No .:

Project Sponsor: Mary Murphy

Gibson, Dunn & Crutcher LLP

555 Mission Street, #3000 San Francisco, CA 94105

Property Owner: HM Center Investment, LP

P.O. Box 130940

Carlsbad, CA 92013

Staff Contact: Jonathan Vimr – (415) 575-9109

jonathan.vimr@sfgov.org

Recommendation: Approval with Conditions

#### PROJECT DESCRIPTION

The Project would authorize up to 49,999 square feet from the Office Development Annual Limit in order to convert existing retail and miscellaneous space at floors 7-8 of the subject building to general office use. This new office use would be confined to floors 7-8 with an accessory entry lobby at the ground level along Fifth Street.

#### **REQUIRED COMMISSION ACTION**

In order for the Project to proceed, the Commission must allocate square footage under the Annual Office Development Limitation Program (Planning Code Sections 320-325).

#### **ISSUES AND OTHER CONSIDERATIONS**

- Public Comment & Outreach. To date, the Department has received two (2) letters in support of
  the project. The Department has also received correspondence pertaining to earlier iterations of
  the floor plans and hearing dates.
- Design Review Comments: Although completed in 1988, the subject property is located within
  the Article 11 Kearny-Market-Mason-Sutter Conservation District. Given this, related exterior
  alterations have been approved pursuant to Historic Preservation Commission Motion No. 0393
  (Case No. 2018-007267PTA).

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Planning Information: **415.558.6377** 

2

Executive Summary
Hearing Date: December 5, 2019

• Office Development Authorization: The proposal includes the addition of up to 49,999 gross square feet of office use and therefore requires an Office Development Authorization. Office use located above the sixth floor is principally permitted in the C-3-R Zoning District. As of October 17, 2019, 979,637 gross square feet of "Small Cap" Office Development was available under the Section 321 office allocation program. The Project will add up 49,999 gross square feet of office space at the Property. If the Project is approved, approximately 929,638 gross square feet will remain in the Small Cap pool. The proposal represents an allocation of approximately 5.1 percent of the small cap office space currently available. Should the project propose to add any further office space within a ten-year timeframe it would require an Office Development Authorization under the "Large Cap" program.

#### **ENVIRONMENTAL REVIEW**

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

#### BASIS FOR RECOMMENDATION

The Department finds that the Project is, on balance, consistent with the Downtown Area Plan and the Objectives and Policies of the General Plan. Although the Project results in a loss of retail space, it is located in a Zoning District that principally permits office use above the sixth floor and would allow for conversion to office use at building levels no longer suitable to retail. Authorization of office space will contribute to the economic activity in the neighborhood and is consistent and compatible with the varied commercial uses in the immediate vicinity. The Department also finds the project to be necessary, desirable, and compatible with the surrounding neighborhood, and not to be detrimental to persons or adjacent properties in the vicinity.

#### **ATTACHMENTS:**

Draft Motion - Office Allocation with Conditions of Approval

Exhibit B – Plans and Renderings

Exhibit C – Environmental Determination

Exhibit D – Maps and Context Photos

Exhibit E - Project Sponsor Brief

### **Planning Commission Draft Motion**

**HEARING DATE: DECEMBER 5, 2019** 

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Record No.: 2018-007267OFA
Project Address: 865 Market Street

Zoning: C-3-R (Downtown-Retail) Zoning District

120-X, 160-S Height and Bulk District

Block/Lot: 3705/042

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ADOPTING FINDINGS TO APPROVE AN ALLOCATION OF OFFICE SQUARE FOOTAGE UNDER THE 2019-2020 ANNUAL OFFICE DEVELOPMENT LIMITATION PROGRAM PURSUANT TO SECTIONS 320 THROUGH 325 OF THE PLANNING CODE TO ALLOW UP TO 49,999 GROSS SQUARE FEET OF OFFICE USE AT 865 MARKET STREET, LOT 042 IN ASSESSOR'S BLOCK 3705, WITHIN THE C-3-R (DOWNTOWN-RETAIL) ZONING DISTRICT AND THE 120-X, 160-S HEIGHT AND BULK DISTRICT. THE PROJECT WOULD CONVERT UP TO 49,999 GROSS SQAURE FEET OF RETAIL, ACCESSORY OFFICE, AND MISCELLANEOUS (MECHANICAL/CIRCULATION) SPACE INTO 49,999 GROSS SQUARE FEET OF GENERAL OFFICE USE ON THE SEVENTH AND EIGHTH FLOORS.

#### **PREAMBLE**

On April 17, 2018, Gibson, Dunn & Crutcher LLP, on behalf of S.F. Centre Limited Partnership (hereafter, "Project Sponsor") filed Application No. 2018-007267OFA (hereinafter "Application") with the Planning Department (hereinafter "Department") for an Office Development Authorization to authorize the office conversion of up to 49,999 square feet of commercial space at 865 Market Street, Block 3705, Lot 042 (hereinafter "Project Site").

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

On November 7, 2019 the San Francisco Planning Commission (hereinafter "Commission") conducted a duly noticed public hearing at a regularly scheduled meeting on Office Development Authorization Application No. 2018-007267OFA. At that hearing the Commission continued the project to December 5, 2019.

The Planning Department Commission Secretary is the custodian of records; the File for Record No. 2018-007267OFA is located at 1650 Mission Street, Suite 400, San Francisco, California.

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 authorizes the Office Development Authorization as requested in Application No. 2018-007267OFA, subject to the conditions contained in "EXHIBIT A" of this motion, 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. **Project Description.** The Project includes the allocation of up to 49,999 gross square feet from the Annual Office Development Limitation program and accompanying interior remodel of at the Westfield San Francisco Centre (also known as the Westfield Mall). The Centre contains Nordstrom as an anchor tenant in addition to numerous other retailers. As proposed, the multitenant retail uses at floors 1-3 would be retained, as would Nordstrom's space at floors 4-6. Up to 49,999 square feet of existing retail, accessory office, and miscellaneous (mechanical and circulation) spaces would be converted to general office use at floors 7-8, with a small entry lobby to these office levels located at the ground floor fronting Fifth Street.
- 3. **Site Description and Present Use.** The Project site occupies an entire corner parcel (with a lot area of approximately 75,624 square feet), with approximately 265-ft of frontage along Market Street and 274-ft of frontage along Fifth Street. It is developed with an eight story (over multiple sub-grade levels) commercial building completed in 1988 that houses a variety of retail tenants at floors 1-3 and is currently occupied by a single tenant, Nordstrom, at floors 4-8.
- 4. **Surrounding Properties and Neighborhood.** The Project Site is located within the C-3-R Zoning Districts in the Downtown Area Plan, and near the southwestern corner of the Kearny-Market-Mason-Sutter Conservation District. The immediate context is mixed in character with institutional, residential, hotel, retail, and office uses all in the vicinity. It has excellent access to public transit as it fronts Market Street, possesses a direct connection to the Powell Street BART and MUNI stations, and is just across the street from the Powell Street Cable Car turnaround. Other zoning districts in the vicinity of the project site include: P (Public), C-3-G (Downtown-General), and C-3-S (Downtown-Support). The Kearny-Market-Mason-Sutter Conservation District serves as the heart of San Francisco's retail market and is composed of a rich collection of

- early 20th-century commercial buildings utilizing compatible detailing, color, materials, massing, and scale; the Conservation District retains high integrity of character.
- 5. **Public Outreach and Comments.** To date, the Department has received two (2) letters in support of the project and none in opposition. One member of the public has corresponded with the Department regarding project plans and hearing dates.
- 6. **Planning Code Compliance.** The Commission finds that the Project is consistent with the relevant provisions of the Planning Code in the following manner:
  - A. **Use.** Per Planning Code Section 210.2, within the C-3-R Zoning District Non-Retail Sales and Services uses are principally permitted when located above the sixth floor of the subject building.
    - The project proposes to convert up to 49,999 square feet of retail, accessory office, and miscellaneous spaces at floors 7-8 to general office use. Therefore, the project meets this planning code requirement.
  - B. **Bicycle Parking.** Planning Code Section 155.2 requires at least one Class I bicycle parking space for every 5,000 occupied square feet of office space and a minimum of two Class 2 bicycle parking spaces for any office use greater than 5,000 gross square feet.
    - The project's office use would require 10 Class I spaces and two Class 2 spaces to meet this requirement.
  - C. **Shower Facility and Clothes Locker Requirement.** Planning Code Section 155.4 requires at least two showers and twelve clothes lockers when gross square footage exceeds 20,000 square feet but is not greater than 50,000 square feet of the office use floor area.
    - The Project will be required to provide 2 showers and 12 clothes lockers on the first floor to meet this requirement.
- 7. **Office Development Authorization.** Planning Code Section 321 establishes standards for San Francisco's Office Development Annual Limit. In determining if the proposed Project would promote the public welfare, convenience and necessity, the Commission considered the seven criteria established by Code Section 321(b)(3), and finds as follows:
  - I. APPORTIONMENT OF OFFICE SPACE OVER THE COURSE OF THE APPROVAL PERIOD IN ORDER TO MAINTAIN A BALANCE BETWEEN ECONOMIC GROWTH ON THE ONE HAND, AND HOUSING, TRANSPORTATION AND PUBLIC SERVICES, ON THE OTHER.
    - As of October 17, 2019, 979,637 gross square feet of "Small Cap" Office Development was available under the Section 321 office allocation program. The Project will add up 49,999 gross square feet of

office space at the Property. If the Project is approved, approximately 929,638 gross square feet will remain in the Small Cap pool. The proposal represents an allocation of approximately 5.1 percent of the small cap office space currently available.

While the project will promote economic growth as a result of the conversion to office, the project is subject to various development fees, including but not limited to, the Jobs-Housing Linkage Program that would help fund affordable housing. These development fees will contribute to program designed to benefit the surrounding community and city as a whole. The new office space, together with the reconfiguration of the Nordstrom store and exterior and interior improvements, will promote the long-term economic health of the Westfield Centre while having little to no impact on housing, transportation or public services because the Project is reprogramming existing space in a location that is as well served by public transit as any in the city.

Overall, the project will maintain a balance between economic growth and housing, transportation and public services.

II. THE CONTRIBUTION OF THE OFFICE DEVELOPMENT TO, AND ITS EFFECTS ON, THE OBJECTIVES AND POLICIES OF THE GNEREAL PLAN.

The proposed project is consistent with the General Plan, as outlined in Section 8 below.

III. THE QUALITY OF THE DESIGN OF THE PROPOSED OFFICE DEVELOPMENT.

The proposed office space would not require any significant changes to the envelope of the existing building. Rather, existing underutilized retail, accessory office, and miscellaneous spaces would be converted and reconfigured into up to 49,999 square feet of cohesive office space confined to the top two floors (7-8) of the Westfield Centre. This converted space would reflect a high-quality interior renovation of the existing interior areas. As the Property is located within an Article 11 Conservation District, the related exterior alterations require a Major Permit to Alter, which was approved by the Historic Preservation Commission on October 2, 2019 (see Case No. 2018-007267PTA).

- IV. THE SUITABILITY OF THE RPOPOSED OFFICE DEVELOPMENT FOR ITS LOCATION, AND ANY EFFECTS OF THE PROPOSED OFFICE DEVELOIPMENT SPECIFIC TO THAT LOCATION.
  - a. <u>Use</u>. The project is located within the C-3-R (Downtown-Retail Zoning District, which principally permits office uses above the sixth floor pursuant to Planning Code Section 210.2. The Project would reconfigure existing retail space and allow for the continued viability of the Westfield Centre and its numerous other tenants.
  - b. <u>Transit Accessibility</u>. The Project site has exceptional transit access and is well situated for continuation of retail space paired with the expansion of office use. The Property has a direct

- connection to the Powell Street BART and MUNI stations, fronts Market Street and its numerous transit/streetcar lines, and is a block away from a cable car stop.
- c. <u>Open Space Accessibility</u>. The project is located across the street from Hallidie Plaza, is four blocks from Union Square, and has an active POPOS space.
- d. <u>Urban Design</u>. The Project reinforces neighborhood character by converting space with an existing building for office use and completing exterior alterations that are compatible with the surrounding conservation district. As mentioned above, a Major Permit to Alter (see Case No. 2018-007267PTA) for exterior work was approved on October 2, 2019. Any additional exterior changes would require further review by Department preservation staff to ensure continued compatibility with the conservation district.
- e. <u>Seismic Safety</u>. The Project will conform to the structural and seismic requirements of the San Francisco Building Code, thereby meeting this policy.
- V. THE ANTICIPATED USES OF THE PROPOSED OFFICE DEVELOPMENT IN LIGHT OF EMPLOYMENT OPPORTUNITIES TO BE PROVIDED, NEEDS OF EXISTING BUSINESSES, AND THE AVAILABLE SUPPLY OF SPACE SUITABLE FOR SUCH ANTICIPATED USES.
  - a. <u>Anticipated Employment Opportunities</u>. The Project would enhance employment opportunities be reconfiguring underutilized space into leasable office space at the upper two floors of the subject building. This conversion will provide new employees in the area, who will patronize new businesses, and will also promote ongoing maintenance of the Westfield Centre.
  - b. Needs of Existing Businesses. The top two floors, where conversion is proposed, are currently primarily used by Nordstrom for retail floor space and accessory offices. These spaces are underutilized by Nordstrom and the conversion would offer flexibility for the anchor tenant. The Project would also create needed office spaces within the downtown area, creating job opportunities in a highly accessible transit-oriented location.
  - c. Availability of Space Suitable for Anticipated Uses. Demand for new office space has increased rapidly in the past few years. The Project would address this demand while creating office space suitable for a variety of potential tenants.
- VI. THE EXTENT TO WHICH THE PROPOSED DEVELOPMENT WILL BE OWNED OR OCCUPIED BY A SINGLE ENTITY.

The site will retain its existing multi-tenant retail spaces and anchor tenant department store. The Project Sponsor intends to reconfigure the top two floors into cohesive, flexible office space that could serve one major tenant or multiple small office tenants.

VII. THE USE, IF ANY, OF TRANSFERABLE DEVELOPMENT RIGHTS ("TDR's") BY THE PROJECT SPONSOR.

The project will require approximately 7,102 units of TDR to accommodate the reconfiguration of the top two floors, which the applicant will purchase.

8. **General Plan Compliance.** The Project is, on balance, consistent with the following Objectives and Policies of the General Plan:

#### DOWNTOWN PLAN AREA

#### **Objectives and Policies**

#### **OBJECTIVE 2:**

MAINTAIN AND IMPROVE SAN FRANCISCO'S POSITION AS A PRIME LOCATION FOR FINANCIAL, ADMINISTRATIVE, CORPORATE AND PROFESSIONAL ACTIVITY

#### Policy 2.1

Encourage prime downtown office activities to grow as longas undesirable consequences of such growth can be controlled.

The Project would add office space to a location that is well-served by existing and future public transit options, and is within walking distance to a diversity of goods and services available for employees of the office tenants. The new office use at the Property will likely draw tenants whose employees do not rely on private vehicles, and many employees will be able to walk to the Property from SoMa, Downtown, and Tenderloin neighborhoods. The Project's location and proximity to public transit encourage growth while limiting potential impacts on traffic.

#### Policy 2.2

Guide location of office development to maintain a compact downtown core and minimize displacement of other uses.

The Project will maintain and improve San Francisco's position as a prime location for financial, administrative, corporate and professional services. The Project will help expanding companies stay in San Francisco and encourage new companies to open offices here, thereby supporting the City's economic vitality. Further, office conversion would be limited to the top two levels and existing retail would remain throughout the rest of the vertical shopping center.

#### **OBJECTIVE 3:**

IMPROVE DOWNTOWN SAN FRANCISCO'S POSITION AS THE REGION'S PRIME LOCATION FOR SPECIALIZED RETAILTRADE.

#### Policy 3.1

Maintain high quality, specialty retail shopping facilities in the retail core.

The Project will maintain high quality, special retail shopping facilities in the retail core by maintaining all retail uses within the vertical shopping center other than those at floors 7-8, which have become untenable for retail and are currently underutilized. The core function of the eight-floor building as a retail center would be retained.

#### **COMMERCE AND INDUSTRY ELEMENT**

#### **Objectives and Policies**

#### **OBJECTIVE 2:**

MAINTAIN AND ENHANCE A SOUNDS AND DIVERSE ECONOMIC BASE AND FISCAL STRUCTURE FOR THE CITY.

#### Policy 2.1

Seek to retain existing commercial and industrial activity and to attract new such activity to the city.

Due to its access to public transit, the downtown area has become a highly desirable location for businesses throughout the Bay Area. The Project will provide ideal office space for additional businesses whose employees value transportation options and the cultural amenities available in San Francisco's downtown area. The Project will retain 574,889 square feet of retail space at the Property.

#### TRANSPORTATION ELEMENT

#### **Objectives and Policies**

#### **OBJECTIVE 2:**

USE THE TRANSPORTATION SYSTEM AS A MEANS FOR GUIDING DEVELOPMENT AND IMPROVING THE ECONOMY.

#### Policy 2.1

Use rapid transit and other transportation improvements in the city and region as the catalyst for desirable development, and coordinate new facilities with public and private development.

The Project is located on Market Street with a direct, basement connection to the Powell Street BART and MUNI station. In addition to BART and the MUNI light rail, employees at the building would have easy access to the F Market Street Car, Powell Street Cable Car, and the numerous bus lines that run along and across Market Street in the downtown area. The Property is at a location well-suited for new office uses. Employees at and visitors of the Project will be able to easily walk, take public transit, or ride bicycles to and from the Project Site, which will keep the Project's transit and traffic impacts to a minimum.

- 9. 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 complies 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 site is located in San Francisco's central business district and would make productive use of underutilized space within an existing building. Although retail and accessory office space would be converted to general office use, this would be confined to the top two floors of a vertical shopping center, with retail at all other levels (totaling 574,889 square feet) being retained.

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

The project site does possess any existing housing. The project is compatible with the existing and proposed mixed-use character of the downtown area, with all related exterior work having been approved by the Historic Preservation Commission (see Case No. 2018-007267PTA).

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

As the Project will not remove affordable housing, the City's supply of affordable housing will be preserved.

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

The Property, located downtown, is extremely well served by public transit. The Property has a direct, basement connection to the Powell Street MUNI and BART station, as well as numerous MUNI bus lines running along Market Street. Employees of the new office uses will be able to walk, ride a bicycle, or take public transportation to the Property and other parts of Downtown, avoiding the need for a single-rider, vehicular commute.

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 Project does not involve any industrial uses. Future office employees are anticipated to increase the demand for, and patronage of, existing and new retail uses in the building, the immediate vicinity, and throughout Downtown.

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

The Project will be designed and will be constructed to conform to the structural and seismic safety requirements of the Building Code. This proposal will not impact the property's ability to withstand an earthquake.

G. That landmarks and historic buildings be preserved.

The Property contains a Category V-Unrated building completed in 1988, but that is located within an Article 11 Conservation District. As such, related exterior alterations were reviewed and approved by the Historic Preservation Commission (see Case No. 2018-007267PTA).

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

The Project will not case net new shadows or impede views for parks and open spaces in the area, nor have any negative impact on existing public parks and open spaces.

- 10. 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.
- 11. The Commission hereby finds that approval of the Office Development Authorization would promote the health, safety and welfare of the City.

#### **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 Office Development Authorization Application No. 2018-007267OFA** subject to the following conditions attached hereto as "EXHIBIT A" in general conformance with plans on file, dated October 24, 2019 and stamped "EXHIBIT B", which is incorporated herein by reference as though fully set forth.

**APPEAL AND EFFECTIVE DATE OF MOTION:** Any aggrieved person may appeal this Office Development Authorization and/or building permit application to the Board of Appeals within fifteen (15) calendar days after the date of this Motion No. XXXX. The effective date of this Motion shall be the date of this Motion if not appealed (After the 15-day period has expired) OR the date of the decision of the Board of Appeals if appealed to the Board of Appeals. For further information about appeals to the Board of Appeals, including current fees, please contact the Board of Appeals at (415) 575-6880.

**Protest of Fee or Exaction:** You may protest any fee or exaction subject to Government Code Section 66000 that is imposed as a condition of approval by following the procedures set forth in Government Code Section 66020. The protest must satisfy the requirements of Government Code Section 66020(a) and must be filed within 90 days of the date of the first approval or conditional approval of the development referencing the challenged fee or exaction. For purposes of Government Code Section 66020, the date of imposition of the fee shall be the date of the earliest discretionary approval by the City of the subject development.

If the City has not previously given Notice of an earlier discretionary approval of the project, the Planning Commission's adoption of this Motion, Resolution, Discretionary Review Action or the Zoning Administrator's Variance Decision Letter constitutes the approval or conditional approval of the development and the City hereby gives **NOTICE** that the 90-day protest period under Government Code Section 66020 has begun. If the City has already given Notice that the 90-day approval period has begun for the subject development, then this document does not re-commence the 90-day approval period.

I hereby certify that the Planning Commission ADOPTED the foregoing Motion on December 5, 2019.

Jonas P. Ionin Commission Se	ecretary
AYES:	
NAYS:	
ABSENT:	
ADOPTED:	December 5, 2019

SAN FRANCISCO
PLANNING DEPARTMENT

#### **EXHIBIT A**

#### **AUTHORIZATION**

This authorization is for a Office Development Authorization to allow 49,999 square feet of office within the existing building located at 865 Market Street, Block 3705 and Lot 042 pursuant to Planning Code Section(s) 320-325 within the C-3-R (Downtown-Retail) Zoning District and a 120-X, 160-S Height and Bulk District; in general conformance with plans, dated October 24, 2019, and stamped "EXHIBIT B" included in the docket for Record No. 2018-007267OFA and subject to conditions of approval reviewed and approved by the Commission on December 5, 2019 under Motion No XXXX. This authorization and the conditions contained herein run with the property and not with a particular Project Sponsor, business, or operator.

#### RECORDATION OF CONDITIONS OF APPROVAL

Prior to the issuance of the building permit or commencement of use for the Project the Zoning Administrator shall approve and order the recordation of a Notice in the Official Records of the Recorder of the City and County of San Francisco for the subject property. This Notice shall state that the project is subject to the conditions of approval contained herein and reviewed and approved by the Planning Commission on December 5, 2019 under Motion No XXXX.

#### PRINTING OF CONDITIONS OF APPROVAL ON PLANS

The conditions of approval under the 'Exhibit A' of this Planning Commission Motion No. **XXXX** shall be reproduced on the Index Sheet of construction plans submitted with the site or building permit application for the Project. The Index Sheet of the construction plans shall reference to the Conditional Use authorization and any subsequent amendments or modifications.

#### **SEVERABILITY**

The Project shall comply with all applicable City codes and requirements. If any clause, sentence, section or any part of these conditions of approval is for any reason held to be invalid, such invalidity shall not affect or impair other remaining clauses, sentences, or sections of these conditions. This decision conveys no right to construct, or to receive a building permit. "Project Sponsor" shall include any subsequent responsible party.

#### **CHANGES AND MODIFICATIONS**

Changes to the approved plans may be approved administratively by the Zoning Administrator. Significant changes and modifications of conditions shall require Planning Commission approval of a new Conditional Use authorization.

## Conditions of Approval, Compliance, Monitoring, and Reporting PERFORMANCE

1. **Validity.** The authorization and right vested by virtue of this action is valid for three (3) years from the effective date of the Motion. The Department of Building Inspection shall have issued a Building Permit or Site Permit to construct the project and/or commence the approved use within this three-year period.

For information about compliance, contact Code Enforcement, Planning Department at 415-575-6863, <a href="https://www.sf-planning.org">www.sf-planning.org</a>

2. **Expiration and Renewal.** Should a Building or Site Permit be sought after the three (3) year period has lapsed, the project sponsor must seek a renewal of this Authorization by filing an application for an amendment to the original Authorization or a new application for Authorization. Should the project sponsor decline to so file, and decline to withdraw the permit application, the Commission shall conduct a public hearing in order to consider the revocation of the Authorization. Should the Commission not revoke the Authorization following the closure of the public hearing, the Commission shall determine the extension of time for the continued validity of the Authorization.

For information about compliance, contact Code Enforcement, Planning Department at 415-575-6863, <a href="https://www.sf-planning.org">www.sf-planning.org</a>

3. **Extension.** All time limits in the preceding three paragraphs may be extended at the discretion of the Zoning Administrator where implementation of the project is delayed by a public agency, an appeal or a legal challenge and only by the length of time for which such public agency, appeal or challenge has caused delay.

For information about compliance, contact Code Enforcement, Planning Department at 415-575-6863, <a href="https://www.sf-planning.org">www.sf-planning.org</a>

4. **Conformity with Current Law.** No application for Building Permit, Site Permit, or other entitlement shall be approved unless it complies with all applicable provisions of City Codes in effect at the time of such approval.

For information about compliance, contact Code Enforcement, Planning Department at 415-575-6863, <a href="https://www.sf-planning.org">www.sf-planning.org</a>

5. **Development Timeline - Office**. Pursuant to Planning Code Section 321(d) (2), construction of the office development project shall commence within 18 months of the effective date of this Motion. Failure to begin work within that period or to carry out the development diligently thereafter to completion, shall be grounds to revoke approval of the office development under this office development authorization.

For information about compliance, contact Code Enforcement, Planning Department at 415-575-6863, <a href="https://www.sf-planning.org">www.sf-planning.org</a>

6. **Transferable Development Rights.** Pursuant to Section 128, the Project Sponsor shall purchase the required number of units of Transferrable Development Rights (TDR) and secure a Notice of Use of TDR prior to the issuance of a site permit for all development which exceeds the base FAR of 6.0 to 1, up to a FAR of 9.0 to 1. The net addition of gross floor area subject to this requirement shall be determined based on drawings submitted with the Building Permit Application. For information about compliance, contact the Case Planner, Planning Department at 415-558-6378, www.sf-planning.org

#### **DESIGN – COMPLIANCE AT PLAN STAGE**

- 7. **Final Materials.** The Project Sponsor shall continue to work with Planning Department on the building design. Final materials, glazing, color, texture, landscaping, and detailing shall be subject to Department staff review and approval. The architectural addenda shall be reviewed and approved by the Planning Department prior to issuance.
  - For information about compliance, contact the Case Planner, Planning Department at 415-558-6378, www.sf-planning.org
- 8. Garbage, Composting and Recycling Storage. Space for the collection and storage of garbage, composting, and recycling shall be provided within enclosed areas on the property and clearly labeled and illustrated on the building permit plans. Space for the collection and storage of recyclable and compostable materials that meets the size, location, accessibility and other standards specified by the San Francisco Recycling Program shall be provided at the ground level of the buildings.
  - For information about compliance, contact the Case Planner, Planning Department at 415-558-6378, www.sf-planning.org
- 9. **Rooftop Mechanical Equipment.** Pursuant to Planning Code 141, the Project Sponsor shall submit a roof plan to the Planning Department prior to Planning approval of the building permit application. Rooftop mechanical equipment, if any is proposed as part of the Project, is required to be screened so as not to be visible from any point at or below the roof level of the subject building.
  - For information about compliance, contact the Case Planner, Planning Department at 415-558-6378, <a href="https://www.sf-planning.org">www.sf-planning.org</a>

#### **PARKING AND TRAFFIC**

10. **Bicycle Parking (Commercial Only)**. Pursuant to Planning Code Sections 155.1 and 155.4, the Project shall provide no fewer than 11 Class 1 or Class 2 bicycle parking spaces. SFMTA has final authority on the type, placement and number of Class 2 bicycle racks within the public ROW. Prior to issuance of first architectural addenda, the project sponsor shall contact the SFMTA Bike

Parking Program at <a href="mailto:bikeparking@sfmta.com">bikeparking@sfmta.com</a> to coordinate the installation of on-street bicycle racks and ensure that the proposed bicycle racks meet the SFMTA's bicycle parking guidelines. Depending on local site conditions and anticipated demand, SFMTA may request the project sponsor pay an in-lieu fee for Class II bike racks required by the Planning Code.

For information about compliance, contact Code Enforcement, Planning Department at 415-575-6863, <a href="https://www.sf-planning.org"><u>www.sf-planning.org</u></a>

- 11. **Showers and Clothes Lockers.** Pursuant to Planning Code Section 155.3, the Project shall provide no fewer than **two** showers and 12 clothes lockers.
  - For information about compliance, contact Code Enforcement, Planning Department at 415-575-6863, <a href="https://www.sf-planning.org">www.sf-planning.org</a>.
- 12. **Managing Traffic During Construction.** The Project Sponsor and construction contractor(s) shall coordinate with the Traffic Engineering and Transit Divisions of the San Francisco Municipal Transportation Agency (SFMTA), the Police Department, the Fire Department, the Planning Department, and other construction contractor(s) for any concurrent nearby Projects to manage traffic congestion and pedestrian circulation effects during construction of the Project. For information about compliance, contact Code Enforcement, Planning Department at 415-575-6863, www.sf-planning.org

#### **PROVISIONS**

- 13. **First Source Hiring.** The Project shall adhere to the requirements of the First Source Hiring Construction and End-Use Employment Program approved by the First Source Hiring Administrator, pursuant to Section 83.4(m) of the Administrative Code. The Project Sponsor shall comply with the requirements of this Program regarding construction work and on-going employment required for the Project.
  - For information about compliance, contact the First Source Hiring Manager at 415-581-2335, <a href="https://www.onestopSF.org"><u>www.onestopSF.org</u></a>
- 14. **Transportation Sustainability Fee.** The Project is subject to the Transportation Sustainability Fee (TSF), as applicable, pursuant to Planning Code Section 411A.
  - For information about compliance, contact the Case Planner, Planning Department at 415-558-6378, www.sf-planning.org
- 15. **Downtown Park Fee C-3 District.** The Project is subject to the Downtown Park Fee, as applicable, pursuant to Planning Code Section 412.
  - For information about compliance, contact the Case Planner, Planning Department at 415-558-6378, www.sf-planning.org
- 16. **Jobs-Housing Linkage**. The Project is subject to the Jobs Housing Linkage Fee, as applicable, pursuant to Planning Code Section 413.

For information about compliance, contact the Case Planner, Planning Department at 415-558-6378, www.sf-planning.org

17. **Child-Care Requirements for Office and Hotel Development**. In lieu of providing an on-site child-care facility, the Project has elected to meet this requirement by providing an in-lieu fee, as applicable, pursuant to Planning Code Section 414.

For information about compliance, contact the Case Planner, Planning Department at 415-558-6378, www.sf-planning.org

#### **MONITORING - AFTER ENTITLEMENT**

- 18. **Enforcement.** Violation of any of the Planning Department conditions of approval contained in this Motion or of any other provisions of Planning Code applicable to this Project shall be subject to the enforcement procedures and administrative penalties set forth under Planning Code Section 176 or Section 176.1. The Planning Department may also refer the violation complaints to other city departments and agencies for appropriate enforcement action under their jurisdiction. For information about compliance, contact Code Enforcement, Planning Department at 415-575-6863, www.sf-planning.org
- 19. **Revocation due to Violation of Conditions.** Should implementation of this Project result in complaints from interested property owners, residents, or commercial lessees which are not resolved by the Project Sponsor and found to be in violation of the Planning Code and/or the specific conditions of approval for the Project as set forth in Exhibit A of this Motion, the Zoning Administrator shall refer such complaints to the Commission, after which it may hold a public hearing on the matter to consider revocation of this authorization.

For information about compliance, contact Code Enforcement, Planning Department at 415-575-6863, <a href="https://www.sf-planning.org">www.sf-planning.org</a>

#### **OPERATION**

- 20. **Sidewalk Maintenance.** The Project Sponsor shall maintain the main entrance to the building and all sidewalks abutting the subject property in a clean and sanitary condition in compliance with the Department of Public Works Streets and Sidewalk Maintenance Standards.

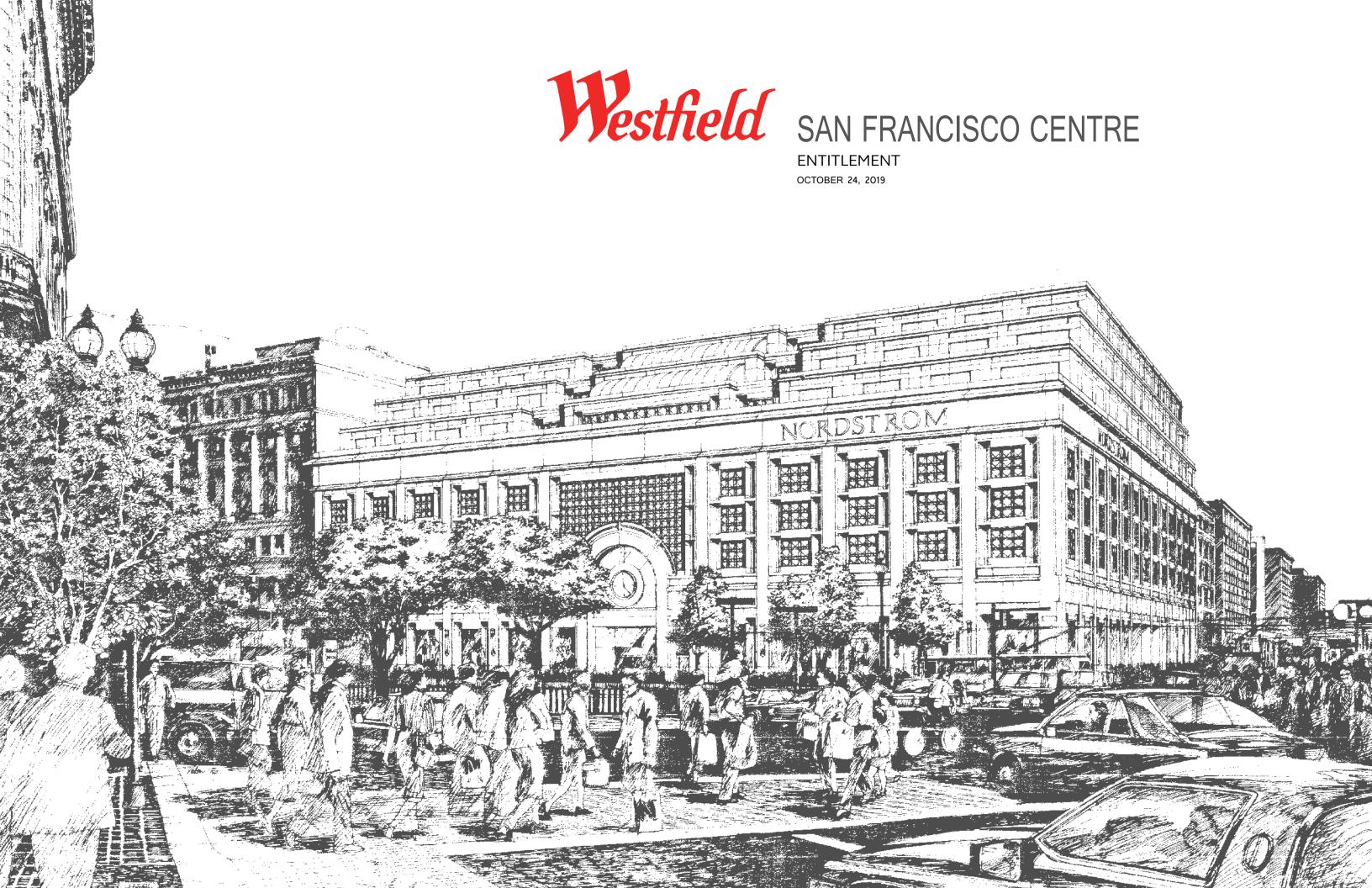
  For information about compliance, contact Bureau of Street Use and Mapping, Department of Public Works, 415-695-2017, <a href="http://sfdpw.org">http://sfdpw.org</a>
- 21. Community Liaison. Prior to issuance of a building permit to construct the project and implement the approved use, the Project Sponsor shall appoint a community liaison officer to deal with the issues of concern to owners and occupants of nearby properties. The Project Sponsor shall provide the Zoning Administrator and all registered neighborhood groups for the area with written notice of the name, business address, and telephone number of the community liaison. Should the contact information change, the Zoning Administrator and registered neighborhood groups shall be made aware of such change. The community liaison shall report to

the Zoning Administrator what issues, if any, are of concern to the community and what issues have not been resolved by the Project Sponsor.

For information about compliance, contact Code Enforcement, Planning Department at 415-575-6863, <a href="https://www.sf-planning.org">www.sf-planning.org</a>

# Appendix B: Plans and Renderings

Office Allocation **Case Number 2018-007267OFA**865 Market Street



## PROJECT INFORMATION

#### INDEX OF DRAWINGS

PROJECT INFORMATION	1
SITE PLAN AND CONTEXT	2
EXISTING AND PROPOSED BASEMENT LEVEL 2	3
EXISTING AND PROPOSED BASEMENT LEVEL 1	4
EXISTING AND PROPOSED LEVEL 1	5
EXISTING AND PROPOSED LEVEL 1M	6
EXISTING AND PROPOSED LEVEL 2	7
EXISTING AND PROPOSED LEVEL 3	8
EXISTING AND PROPOSED LEVEL 4	9
EXISTING AND PROPOSED LEVEL 5	10
EXISTING AND PROPOSED LEVEL 6	11
EXISTING AND PROPOSED LEVEL 7	12
EXISTING AND PROPOSED LEVEL 8	13
EXISTING AND PROPOSED ROOF LEVEL	14
FAÇADE CONCEPT	15
MARKET STREET ELEVATIONS - CONTEXT	16
MARKET STREET ELEVATIONS	17
FOURTH FLOOR GLAZING	18-19
UPPER REGISTER AXONOMETRIC	20
UPPER REGISTER SECTION	21
UPPER REGISTER AT MARKET ST.	22
PERSPECTIVE VIEW	23
FIFTH STREET ELEVATIONS	24
UPPER REGISTER AT FIFTH ST.	25-26
SOUTHEAST ELEVATIONS	27
SOUTHEAST PSE	28
PERSPECTIVE VIEWS OF ENTRY	29
MARKET STREET ENTRY	30
FIFTH STREET ENTRY/OFFICE LOBBY	31

#### BUILDING ADDRESS

865 MARKET ST

SAN FRANCISCO, CA 94103

#### ASSESSOR'S PARCEL NUMBER

3705/042

#### AGENCY

SF UNIFIED SCHOOL DISTRICT (SFUSD)

#### NEIGHBORHOOD

SOUTH OF MARKET

#### PLANNING DISTRICT 4

DOWNTOWN

#### ZONING DISTRICT

C-3-R (DOWNTOWN-RETAIL)

#### LOT AREA

75,624SF

#### FAR

 EXISTING:
 650,028
 GSF

 PROPOSED:
 657,898
 GSF

 TDR TO BE PURCHASED:
 7,870
 SF

#### EXISTING GROSS FLOOR AREA CALCULATION:

FLOOR	GROSS AREA	BASEMENT	ROOF MECHANICAL	MECHANICAL SHAFTS	OFF STREET LOADING	EXTERIOR BALCONIES	INTERIOR ATRIUM	GROSS FLOOR AREA AS
	(EXTERIOR ENVELOPE)	SEC.102.9(b)(1)	EQUIPMENT	(MINUS STAIRS +	SEC.102.9(b)(7)	SEC.102.9(b)(10)	SEC.102.9(b)(15)	DEFINED BY SF
	*		SEC.102.9(b)(3)	ELEVATOR)			****	PLANNING CODE
				SEC.102.9(b)(4)				****
8	50,513		7,682	1,310				41,521
7	61,054			1,242				59,812
6	68,780			1,216				67,564
5	73,262			2,106				71,156
4	73,262			586				72,676
3	73,262			1,044				72,218
2	73,262			1,340				71,922
1M	17,543			1,388				16,155
1	71,718			722				70,996
LL1	73,669			2,453				71,216
LL2	72,953	36,419		1,742				34,792
TOTAL:	709,278							650,028

#### PROPOSED GROSS FLOOR AREA CALCULATION:

FLOOR	GROSS AREA	BASEMENT	ROOF MECHANICAL	MECHANICAL SHAFTS	OFF STREET LOADING	EXTERIOR BALCONIES	INTERIOR ATRIUM	GROSS FLOOR AREA AS
	(EXTERIOR ENVELOPE)	SEC.102.9(b)(1)	EQUIPMENT	(MINUS STAIRS +	SEC.102.9(b)(7)	SEC.102.9(b)(10)	SEC.102.9(b)(15)	DEFINED BY SF
	*		SEC.102.9(b)(3)	ELEVATOR)			****	PLANNING CODE
				SEC.102.9(b)(4)				****
8	50,803		1,300	1,423				48,080
7	61,344			1,242				60,102
6	69,070			1,131				67,939
5	73,262			2,106				71,156
4	73,262			586				72,676
3	73,262			1,044				72,218
2	73,262			1,340				71,922
1M	17,543			1,388				16,155
1	72,364			722				71,642
LL1	73,669			2,453				71,216
LL2	72,953	36,419		1,742				34,792
TOTAL:	710,794							657,898

<sup>\*</sup>INCLUDES ATRIUM & VOID SPACES

#### PROPOSITION M AREA CALCULATION:

FLOOR	GROSS AREA AS	EXISTING	PROPOSED	NET ADDITIONAL
	DEFINED BY SF	GENERAL	GENERAL	OFFICE GSF
	PLANNING CODE	OFFICE GSF **	OFFICE GSF	
8	48,080	25,883	36,949	11,066
7	60,102	7,117	45,397	38,280
6	67,939			
5	71,156			
4	72,676			
3	72,218			
2	71,922			
1M	16,155			
1	71,642		653	653
LL1	71,216			
LL2	34,792			
TOTAL:	657,898	33,000	82,999	49,999

#### PROPOSED GROSS FLOOR USE AREA CALCULATION:

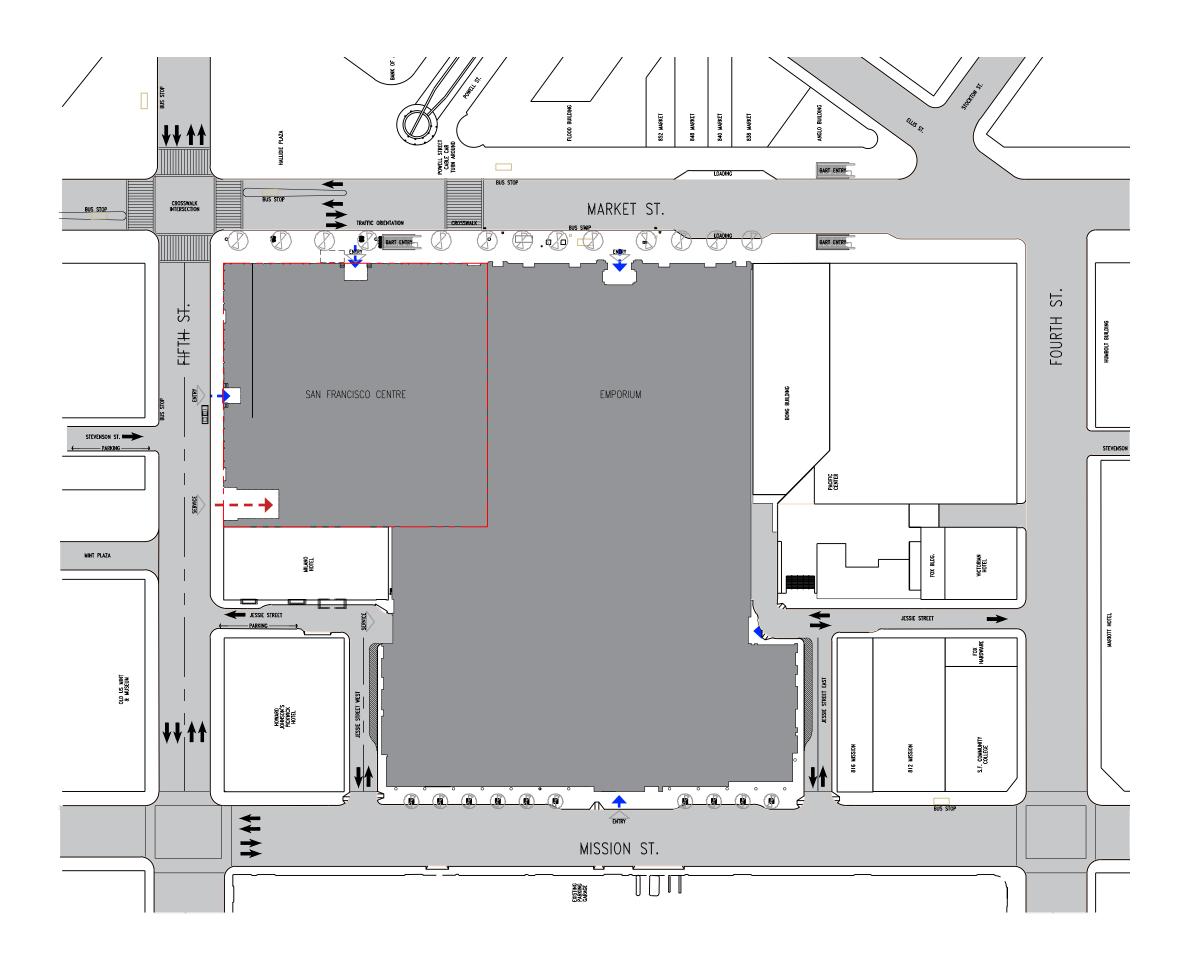
FLOOR	EXISTING	NET ADDITIONAL	RETAIL	GROSS FLOOR
	GENERAL	OFFICE GSF	GSF ***	AREA AS
	OFFICE GSF **			DEFINED BY SF
				PLANNING CODE
8	25,883	11,066	11,131	48,080
7	7,117	38,280	14,705	60,102
6			67,939	67,939
5			71,156	71,156
4			72,676	72,676
3			72,218	72,218
2			71,922	71,922
1M			16,155	16,155
1		653	70,989	71,642
LL1			71,216	71,216
LL2			34,792	34,792
TOTAL:	33,000	49,999	574,899	657,898

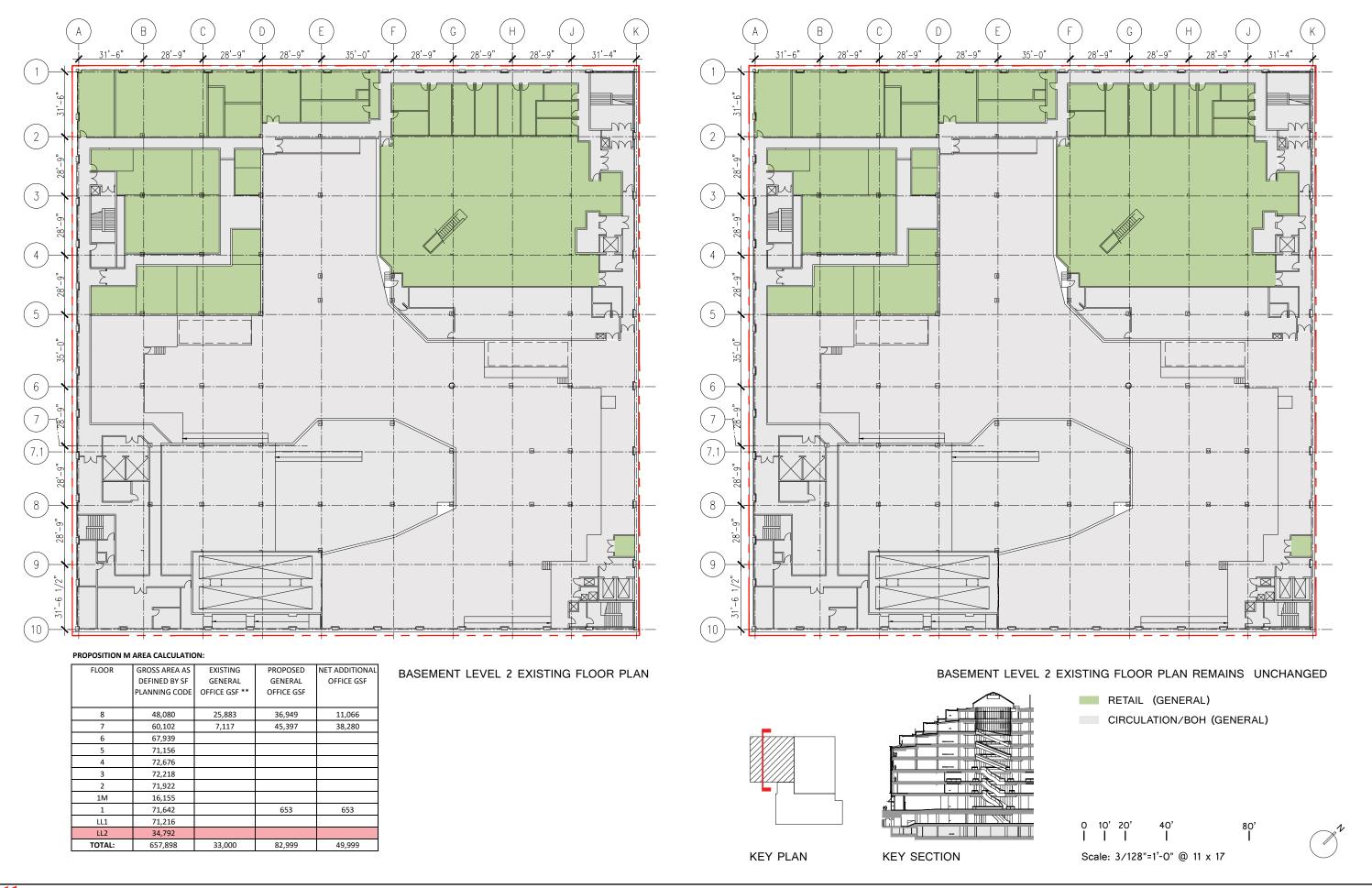
<sup>\*\*</sup> EXISTING OFFICE PURSUANT TO THE 1986 CONDITIONAL USE AUTHORIZATION

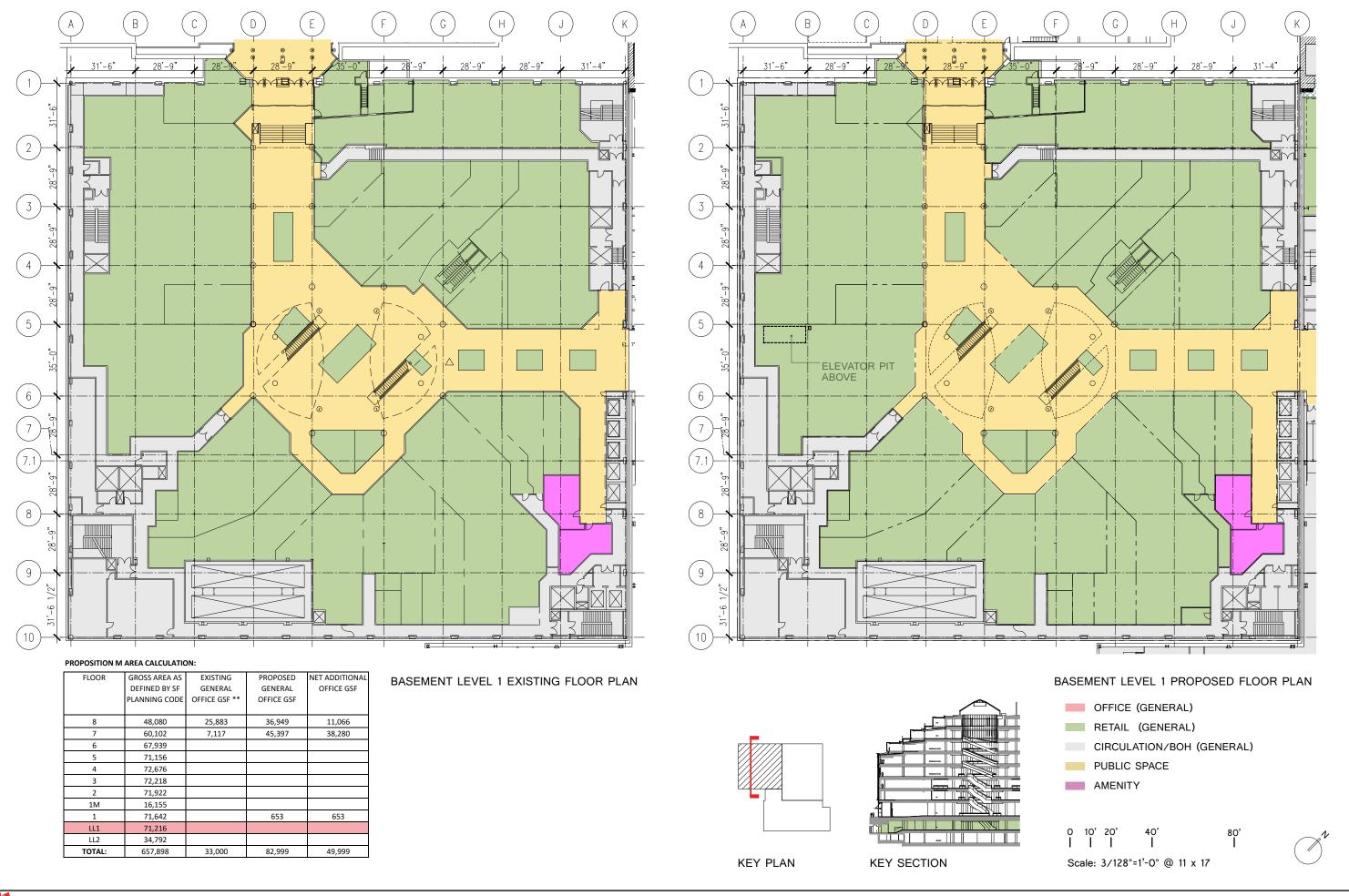
Westfield | James Carpenter Design Associates | CallisonRTKL | SAN FRANCISCO CENTRE | ENTITLEMENT |

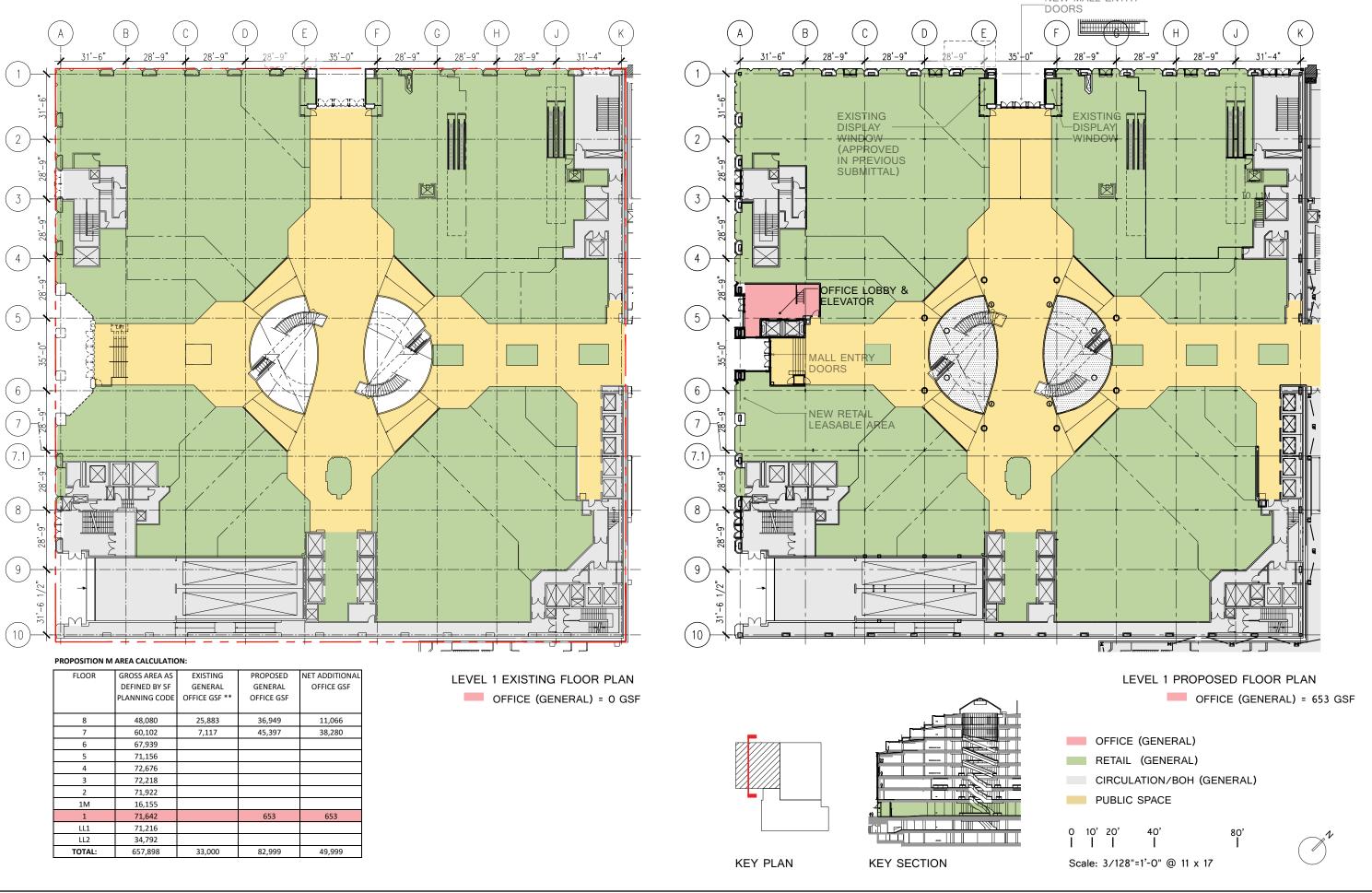
<sup>\*\*\*</sup> INCLUDES OFFICE SPACE ACCESSORY TO RETAIL

<sup>\*\*\*\*</sup> INTERIOR ATRIUM AREA INCLUDED IN GROSS FLOOR AREA



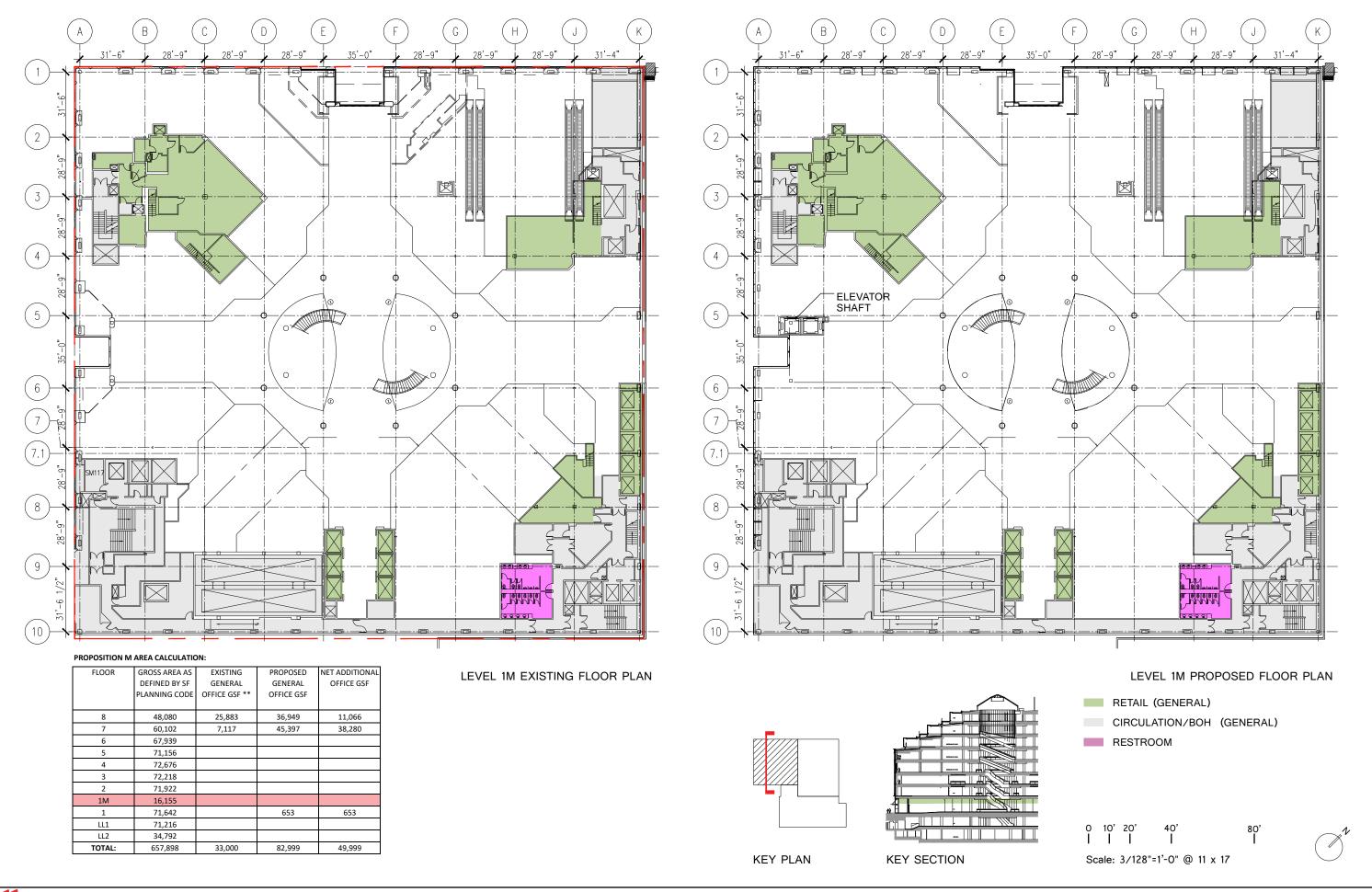


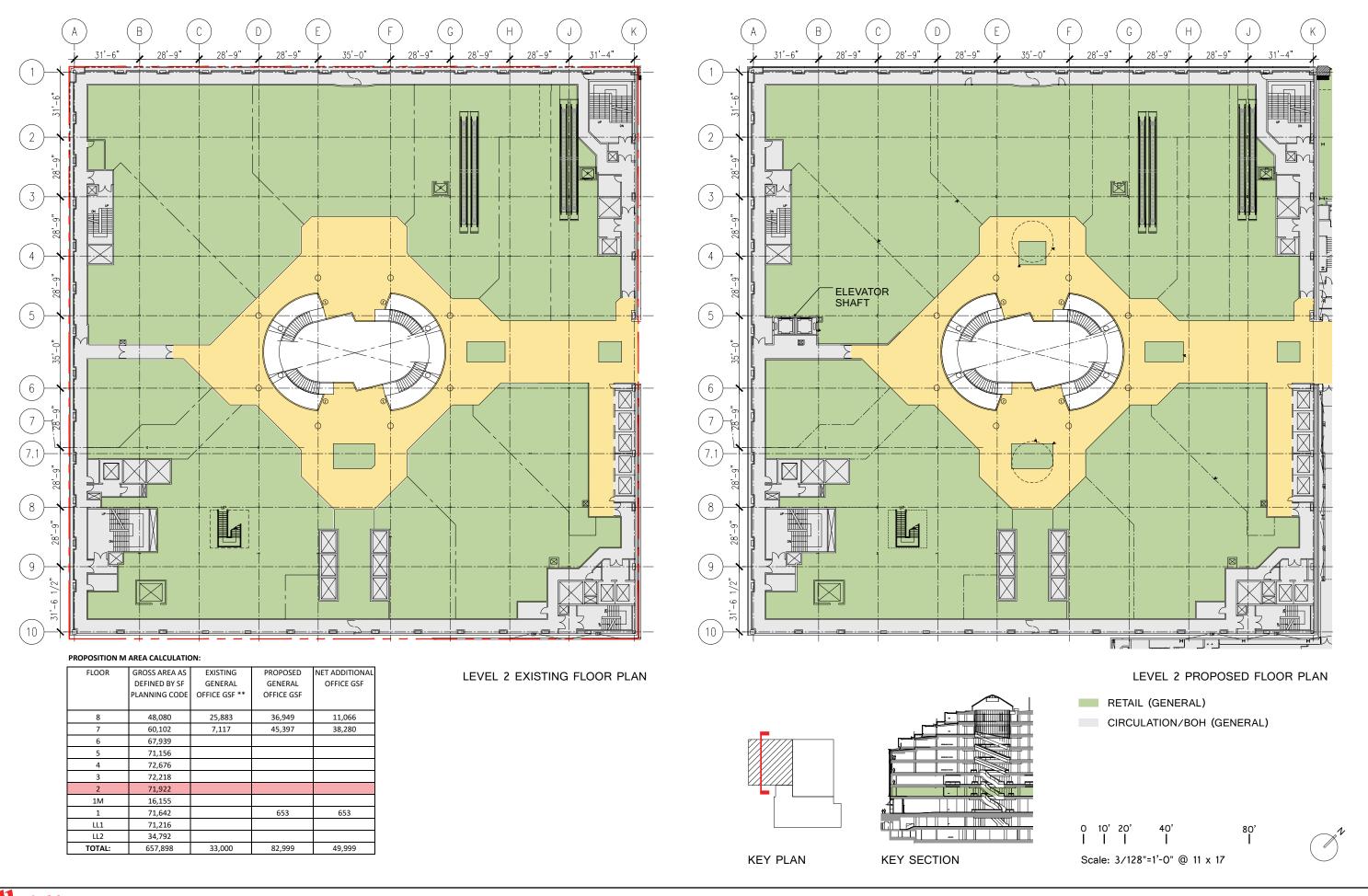


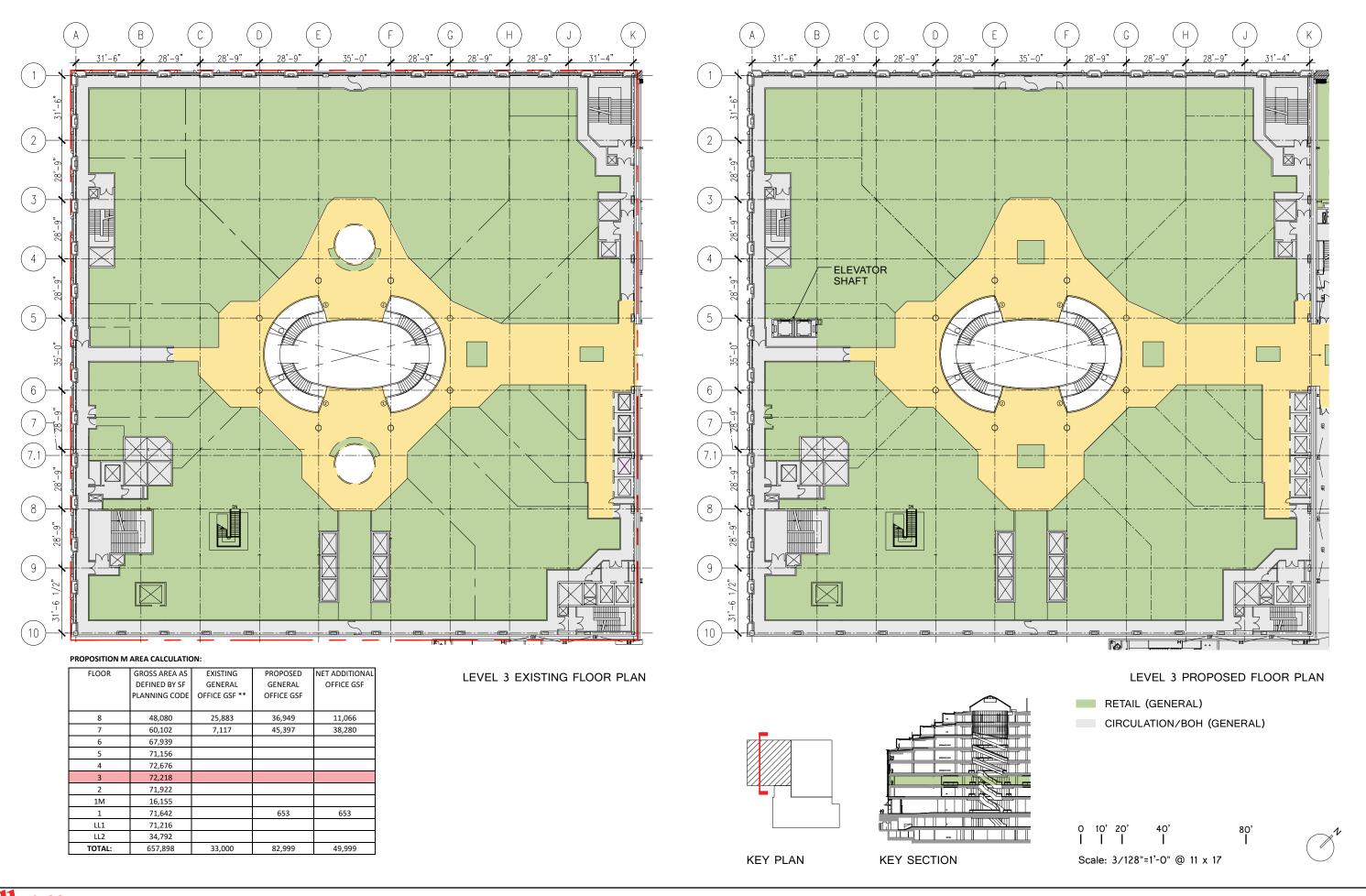


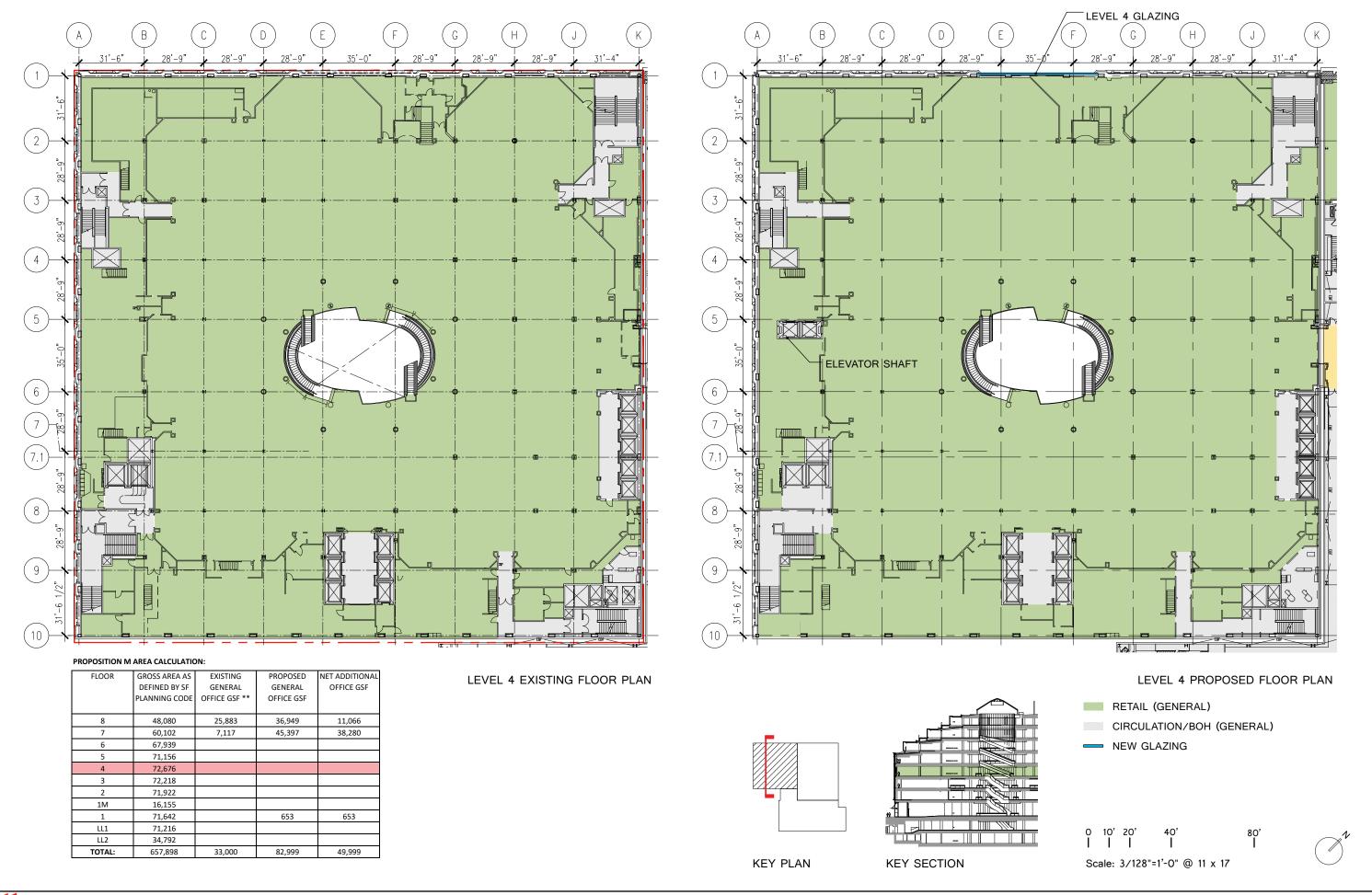
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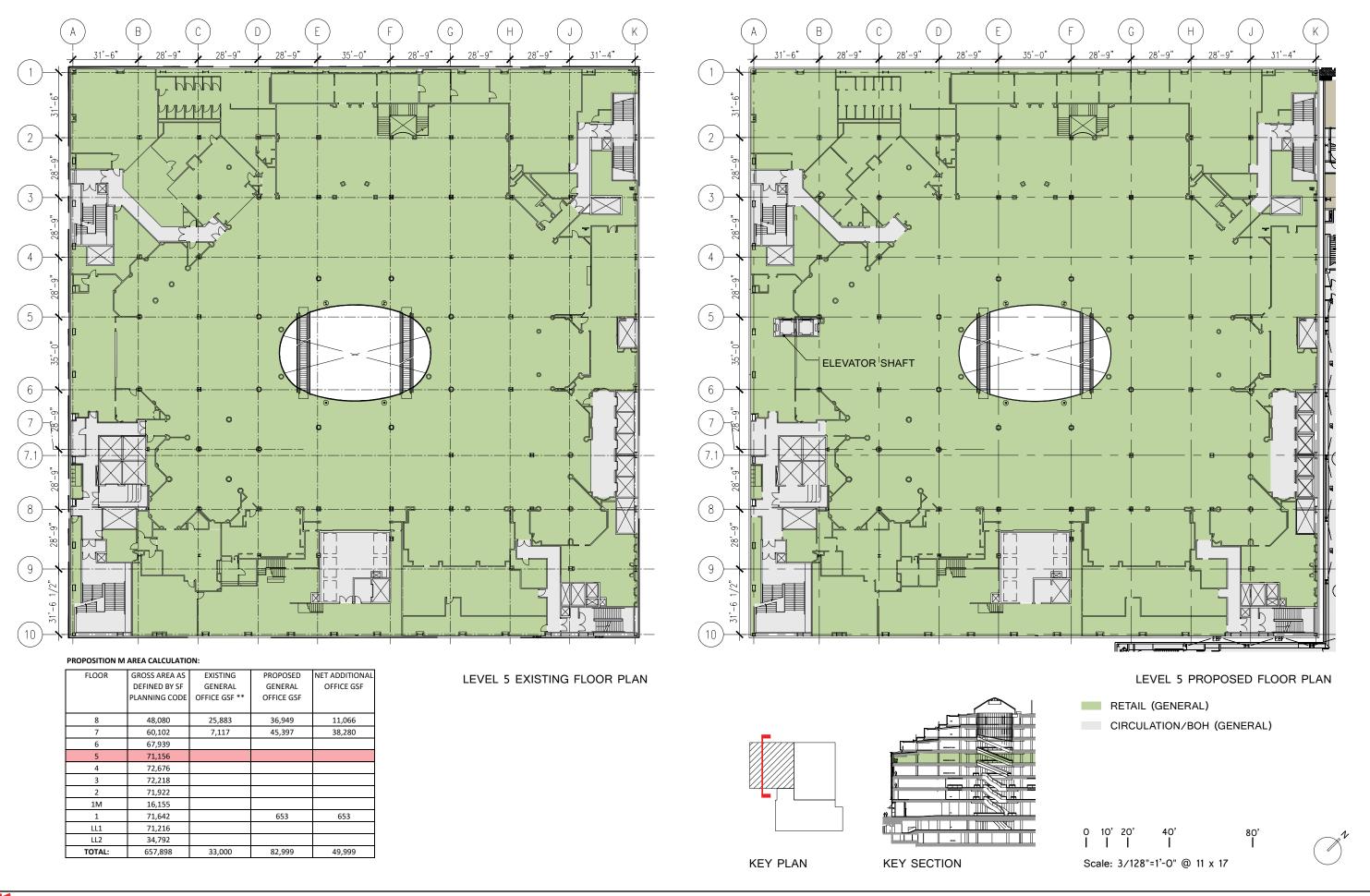
October 24, 2019 5

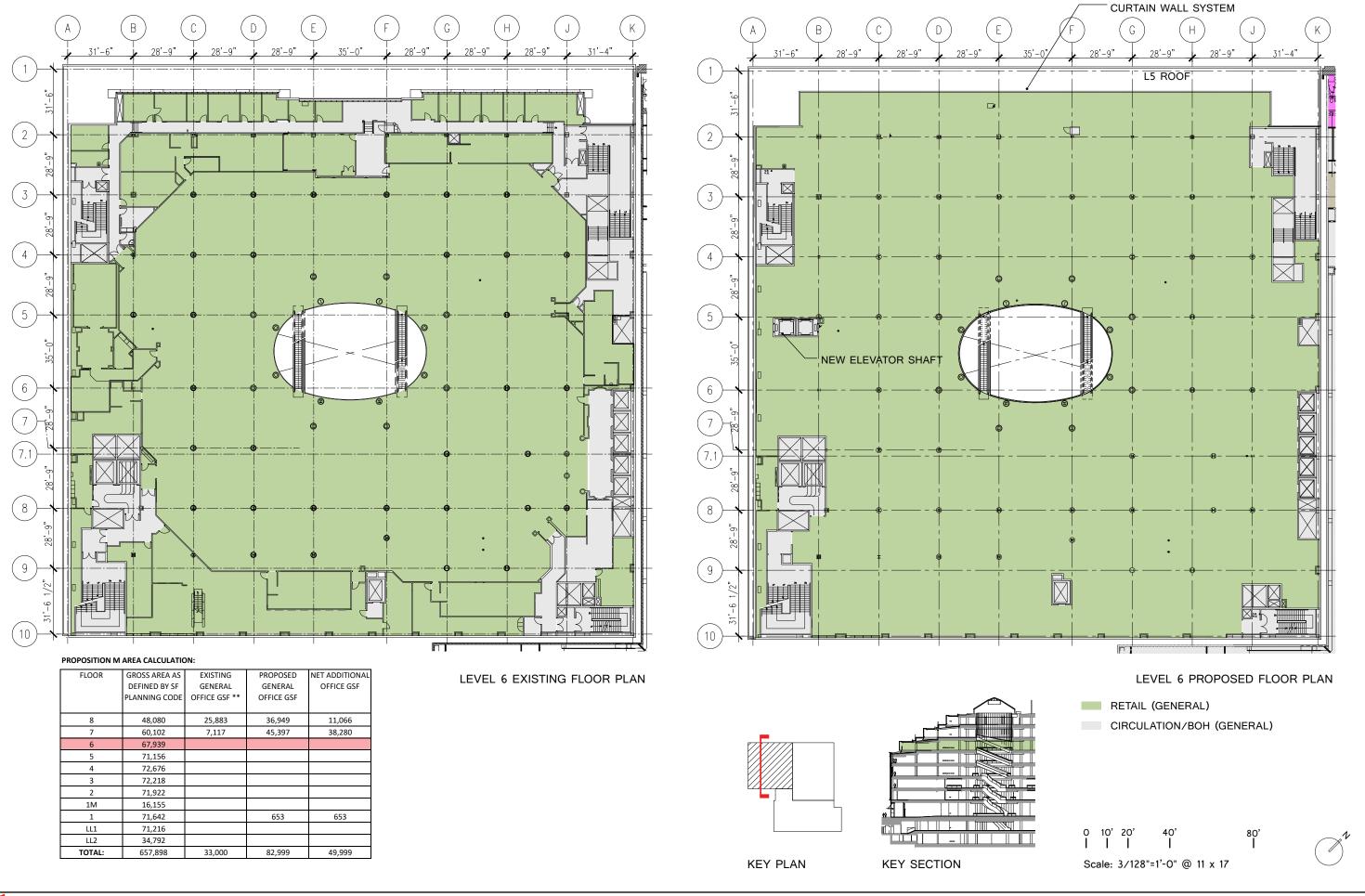


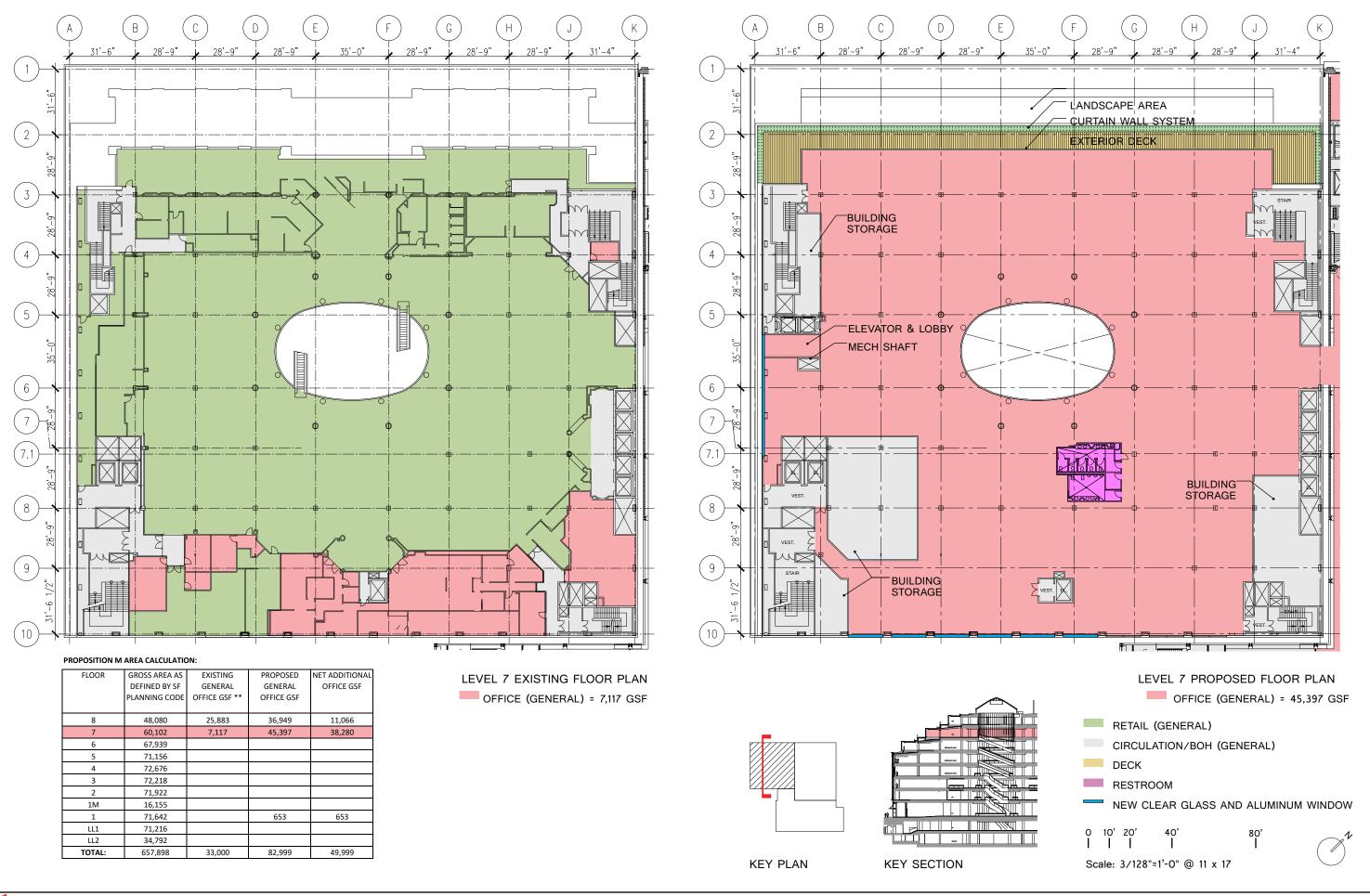




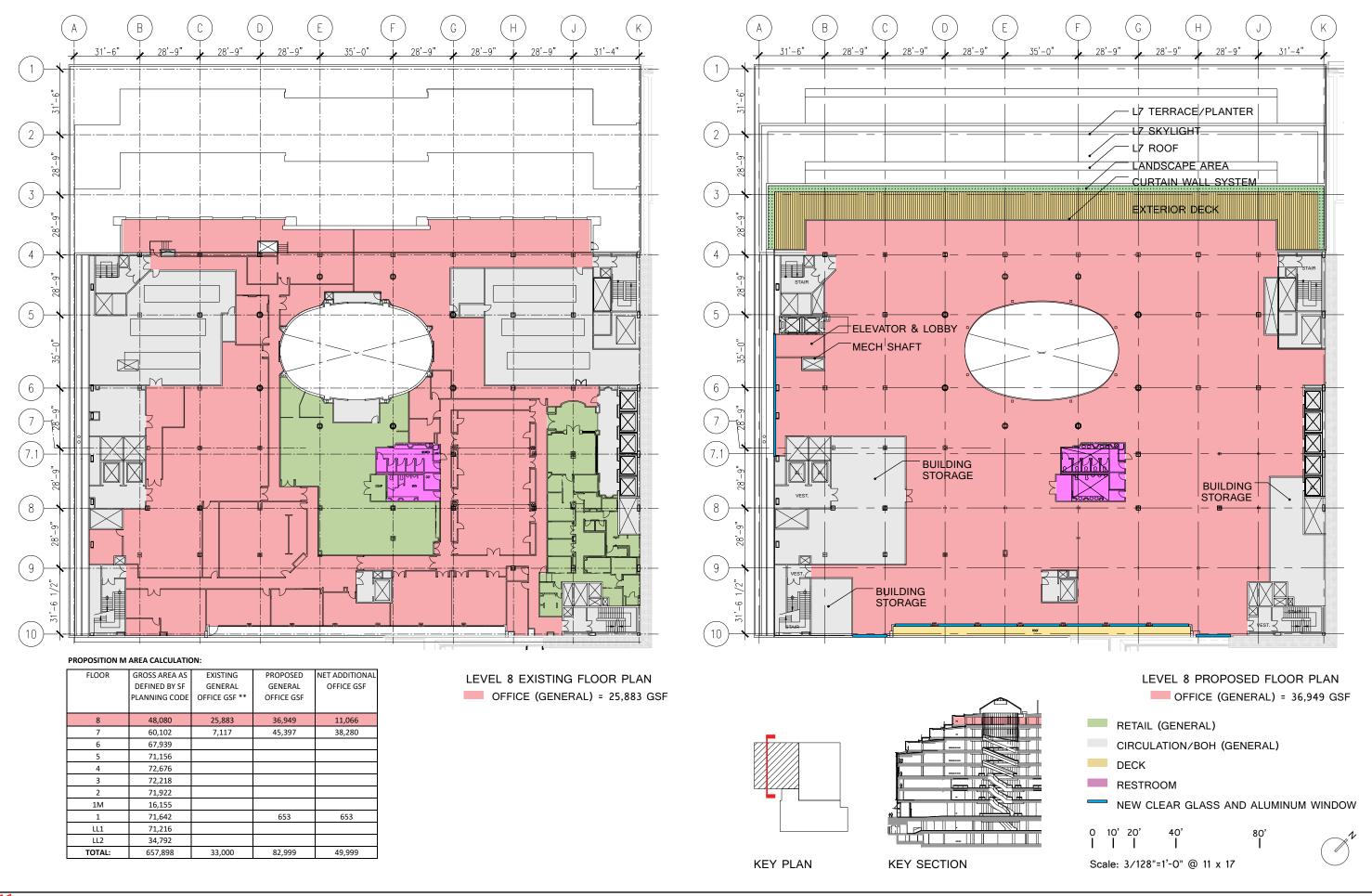




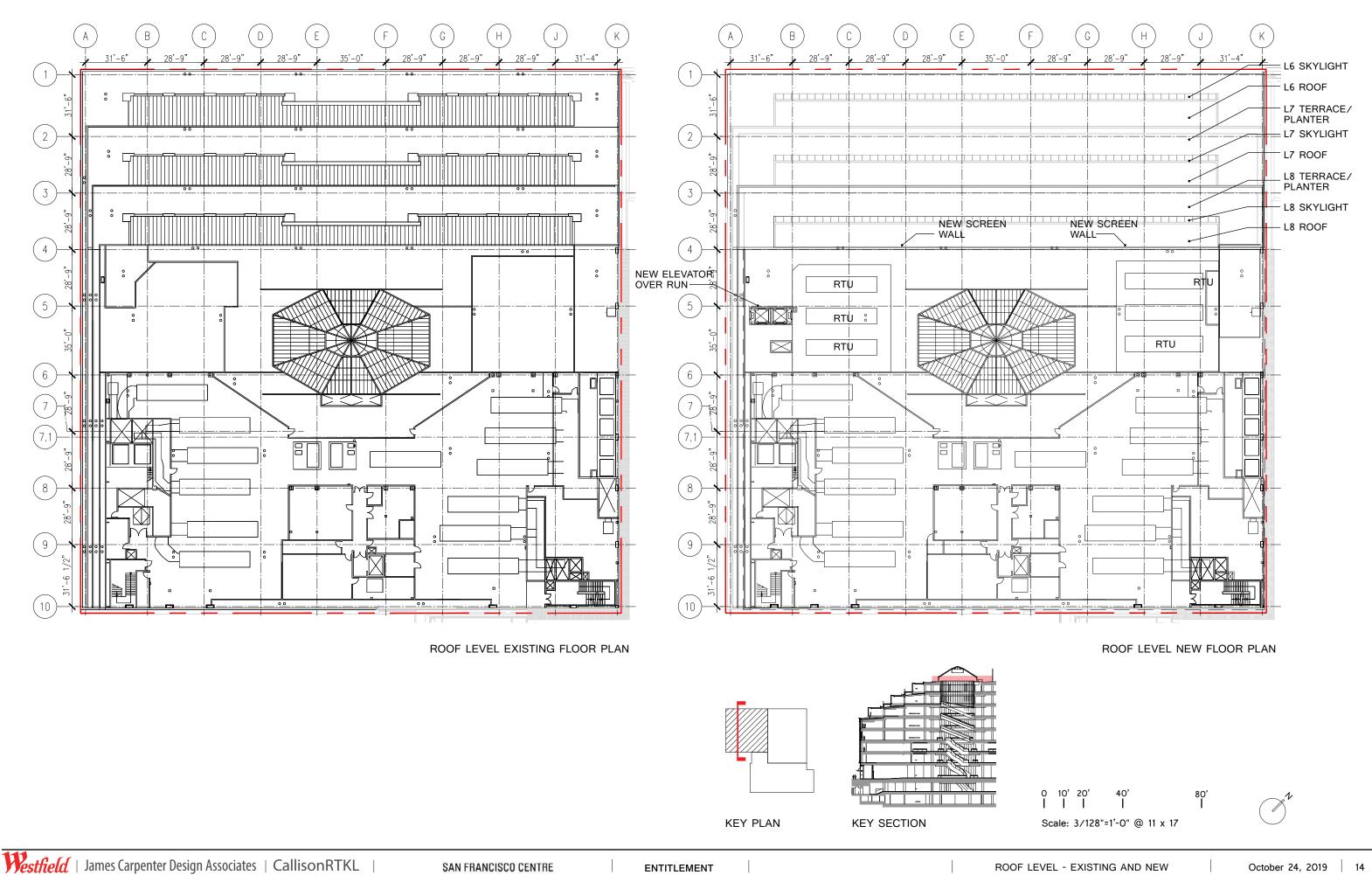




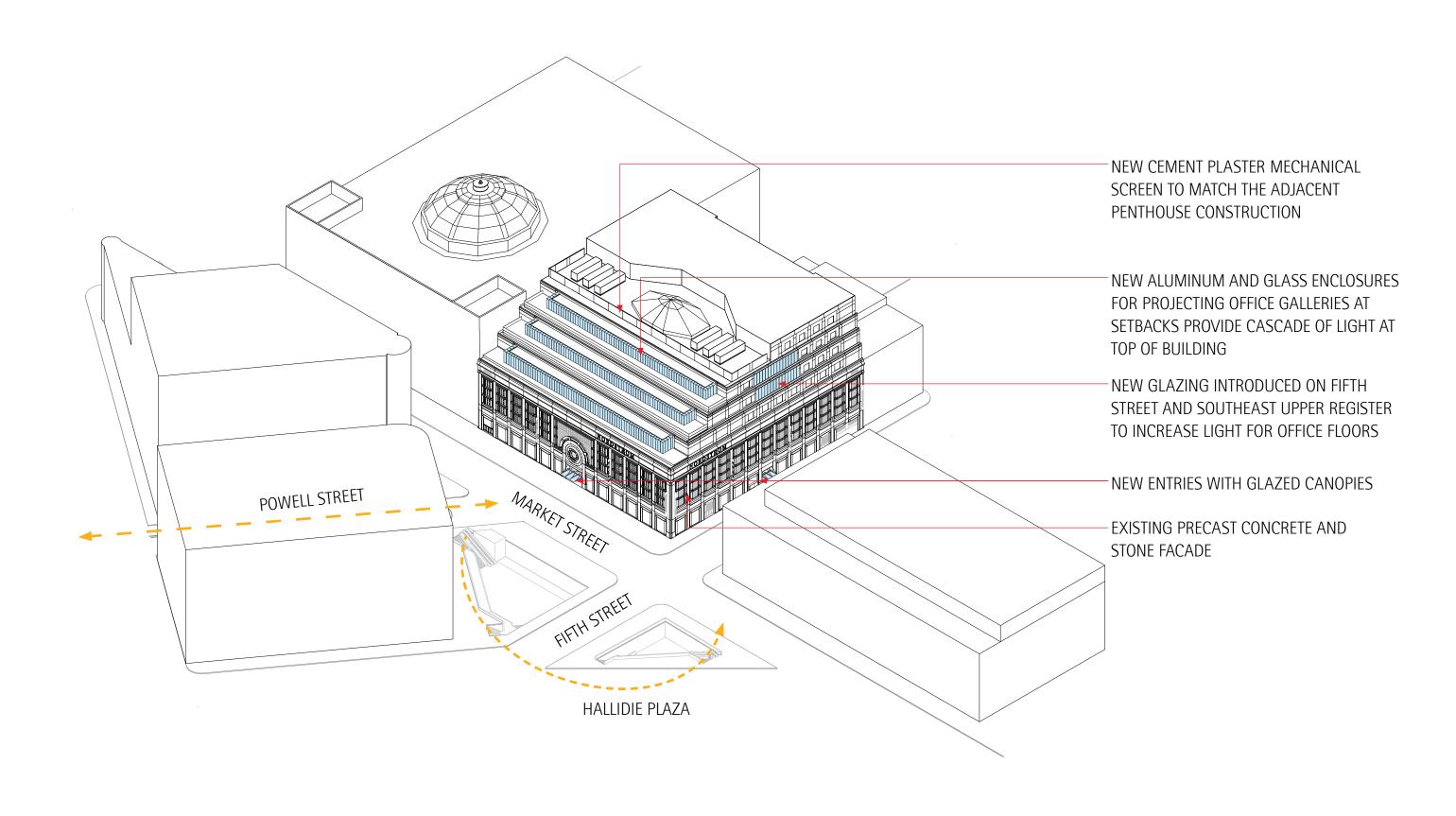
Westfield | James Carpenter Design Associates | CallisonRTKL | SAN FRANCISCO CENTRE | ENTITLEMENT | LEVEL 7 - EXISTING AND NEW October 24, 2019 | 12



Westfield | James Carpenter Design Associates | CallisonRTKL | SAN FRANCISCO CENTRE | ENTITLEMENT | LEVEL 8 - EXISTING AND NEW October 24, 2019 | 13



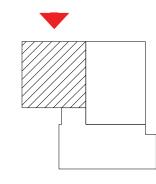
#### **FACADE CONCEPT**



ENTITLEMENT

**Westfield** | James Carpenter Design Associates | CallisonRTKL

#### FACADE CONCEPT MARKET STREET ELEVATION IN CONTEXT



KEY PLAN



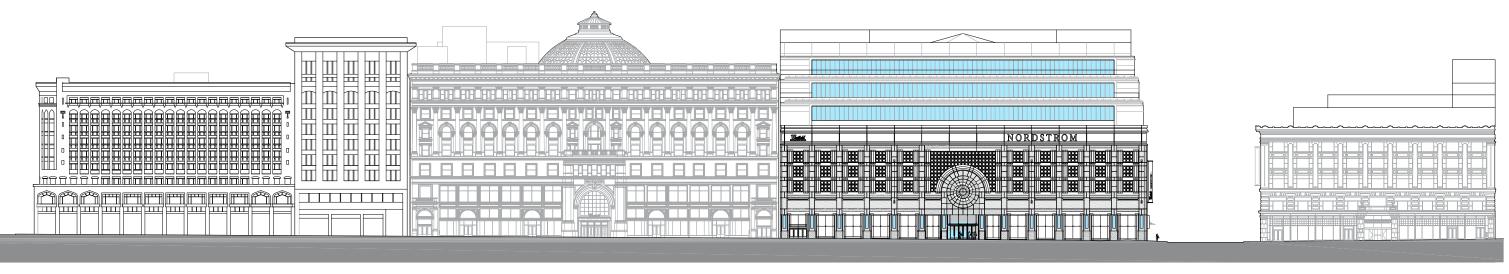
801 MARKET STREET -THE PACIFIC BUILDING

833 MARKET STREET -THE JAMES BONG BUILDING 845 MARKET STREET -THE EMPORIUM

865 MARKET STREET EXISTING DESIGN -WESTFIELD SAN FRANCISCO CENTRE

901 MARKET STREET -NORDSTROM RACK

**EXISTING** 



801 MARKET STREET -THE PACIFIC BUILDING

833 MARKET STREET -THE JAMES BONG BUILDING 845 MARKET STREET -THE EMPORIUM

865 MARKET STREET PROPOSED DESIGN -WESTFIELD SAN FRANCISCO CENTRE

901 MARKET STREET -NORDSTROM RACK

PROPOSED

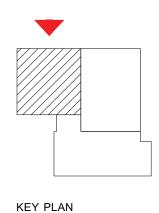
**Westfield** | James Carpenter Design Associates | CallisonRTKL |

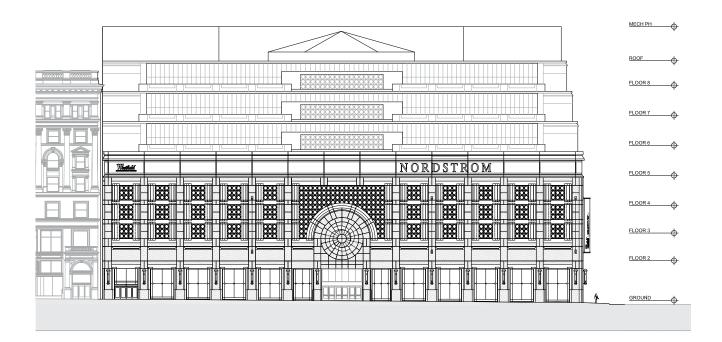
SAN FRANCISCO CENTRE

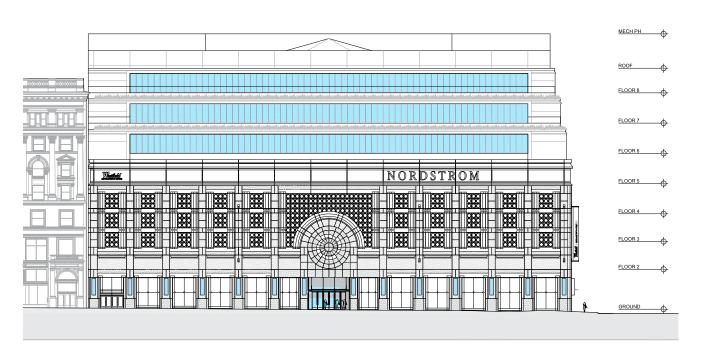
**ENTITLEMENT** 

MARKET STREET ELEVATION - CONTEXT

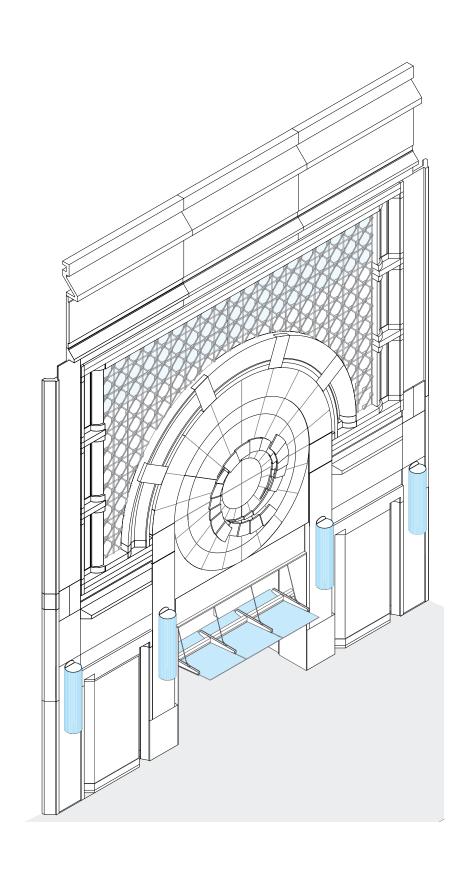
October 24, 2019 16

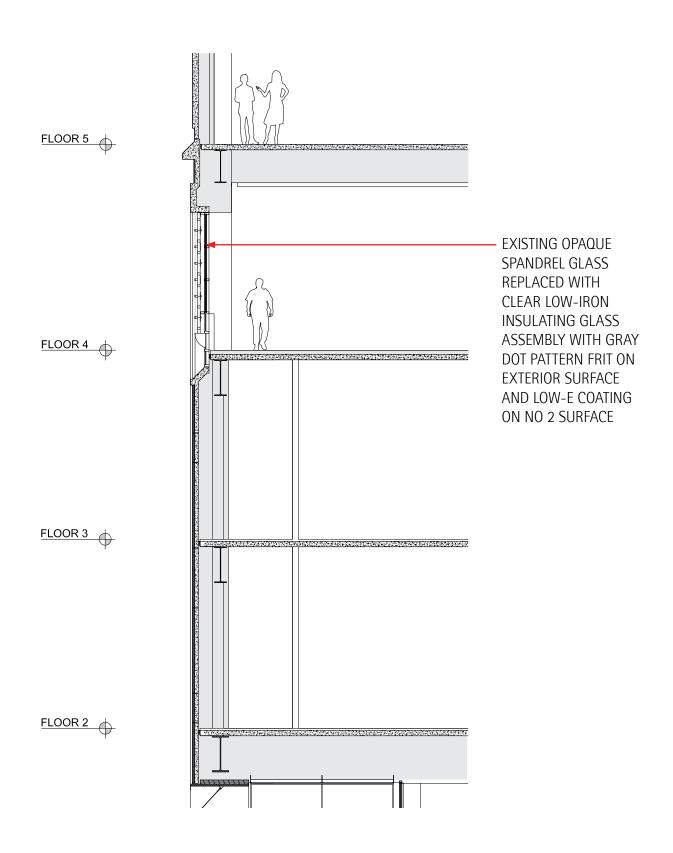


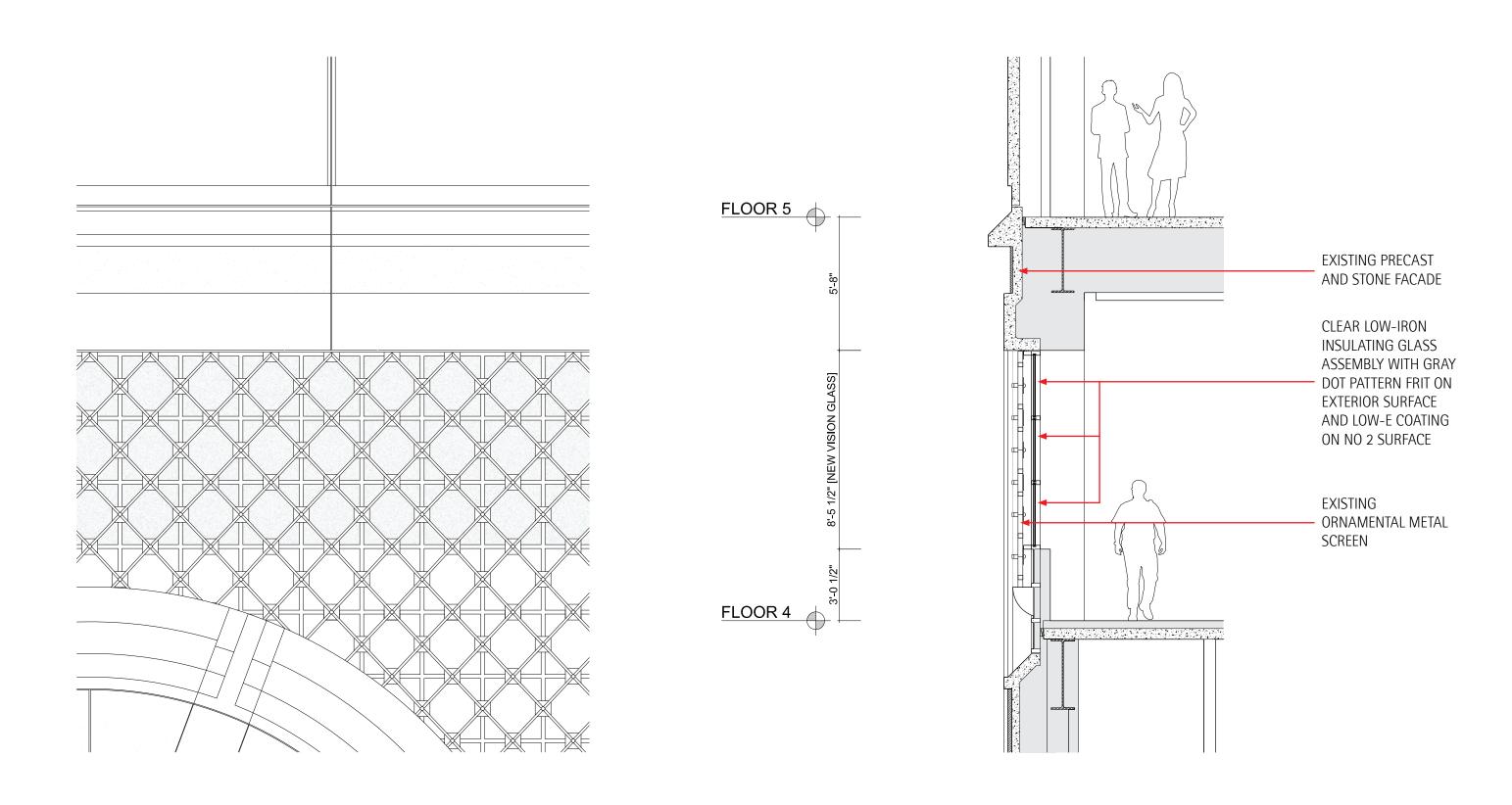




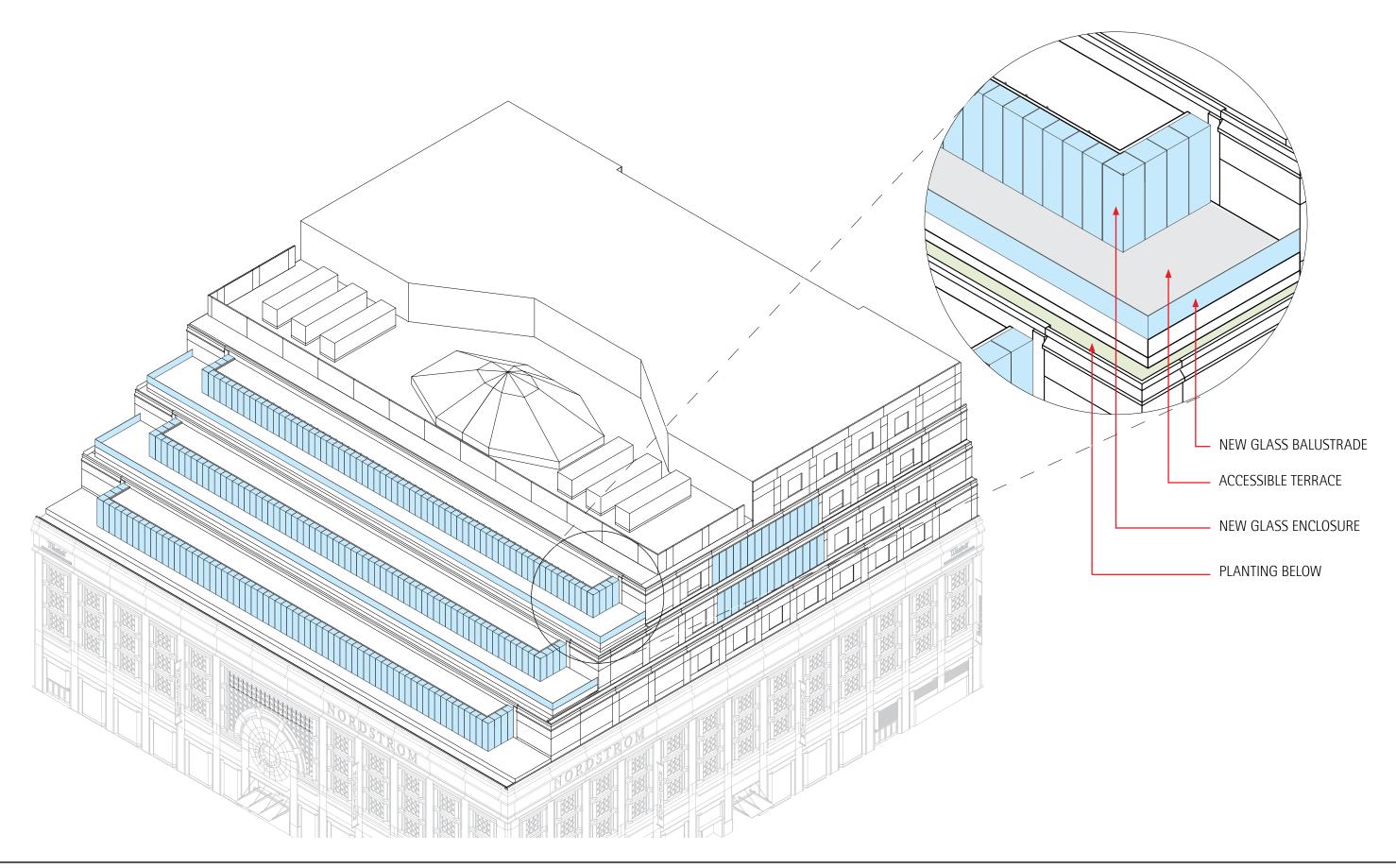
**EXISTING** PROPOSED







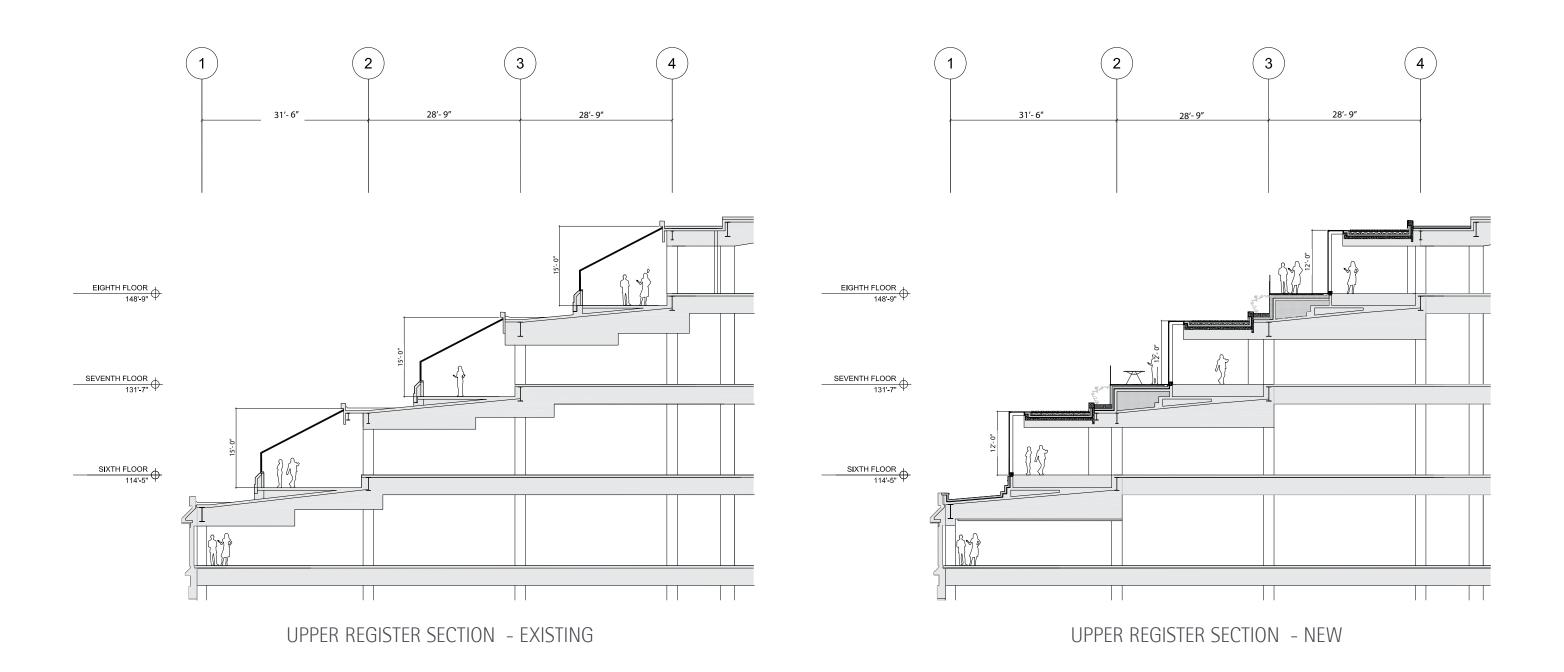
## FACADE CONCEPT UPPER REGISTER AXONOMETRIC DIAGRAM

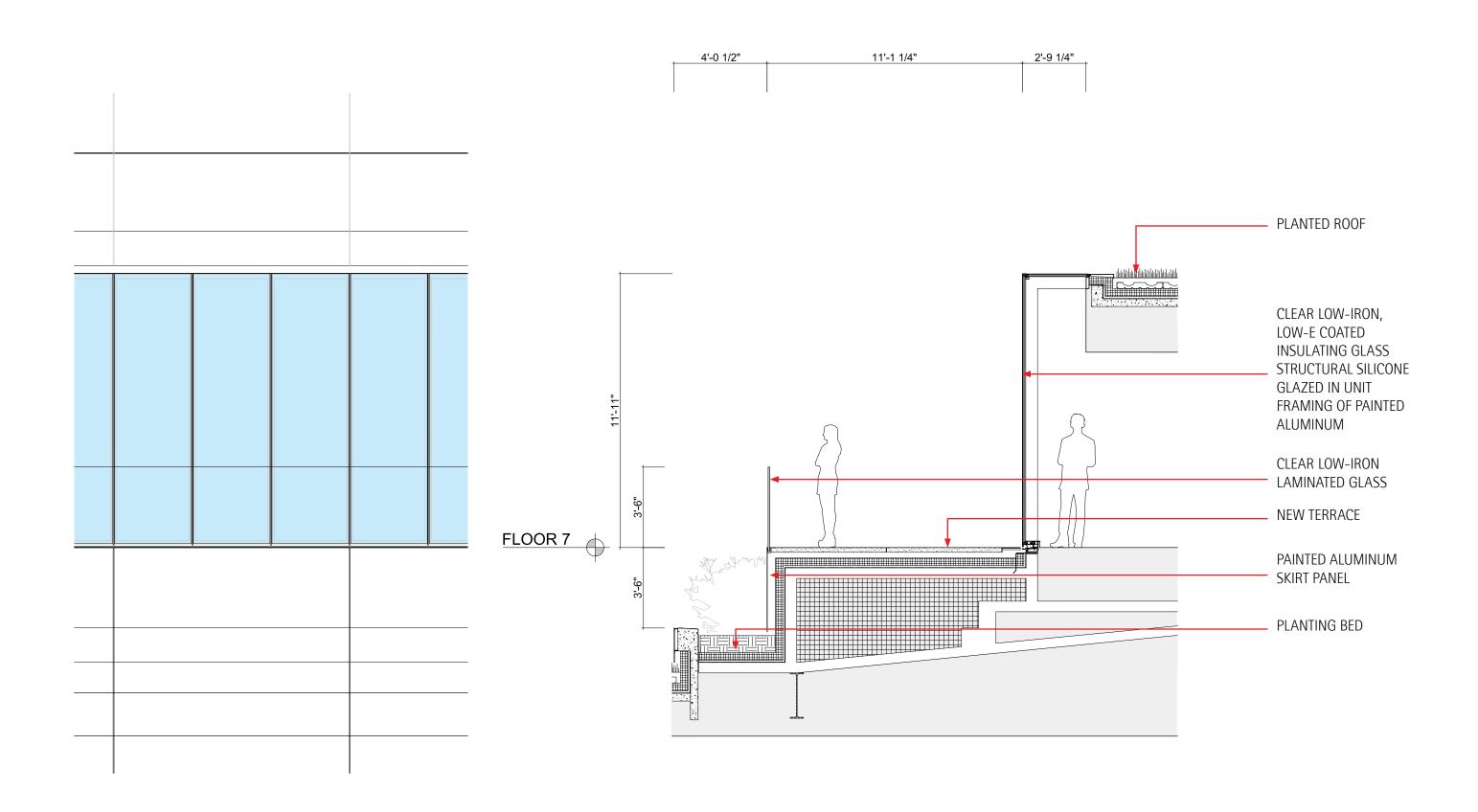


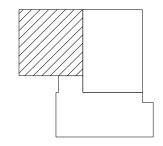
ENTITLEMENT

**Westfield** | James Carpenter Design Associates | CallisonRTKL |

#### **FACADE CONCEPT UPPER REGISTER SECTION**

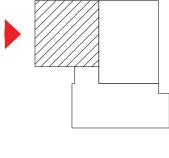




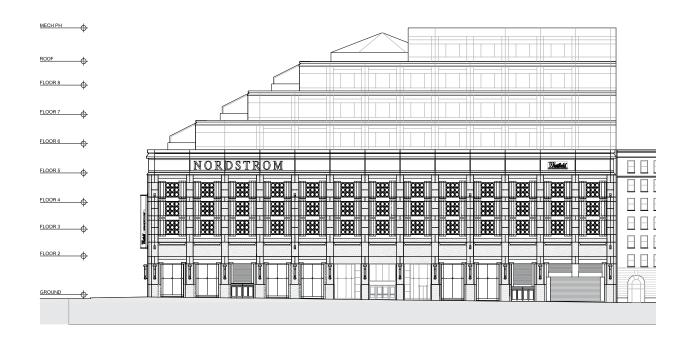


KEY PLAN





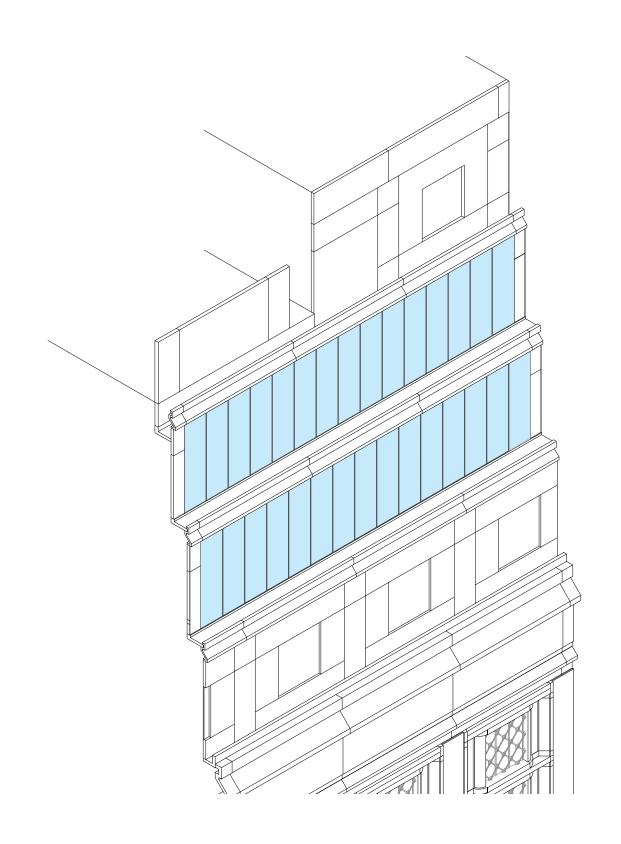
KEY PLAN

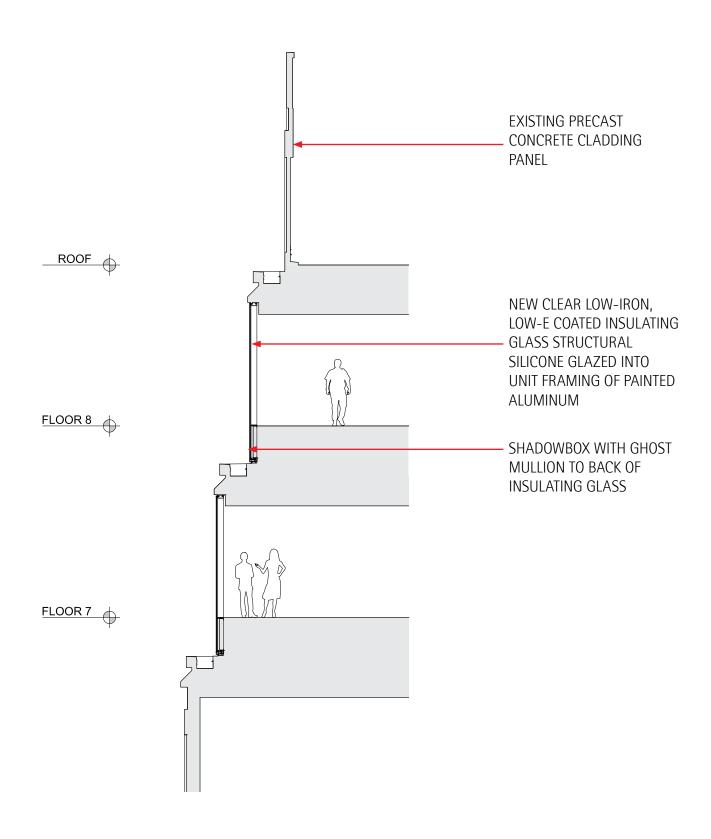




**EXISTING** PROPOSED

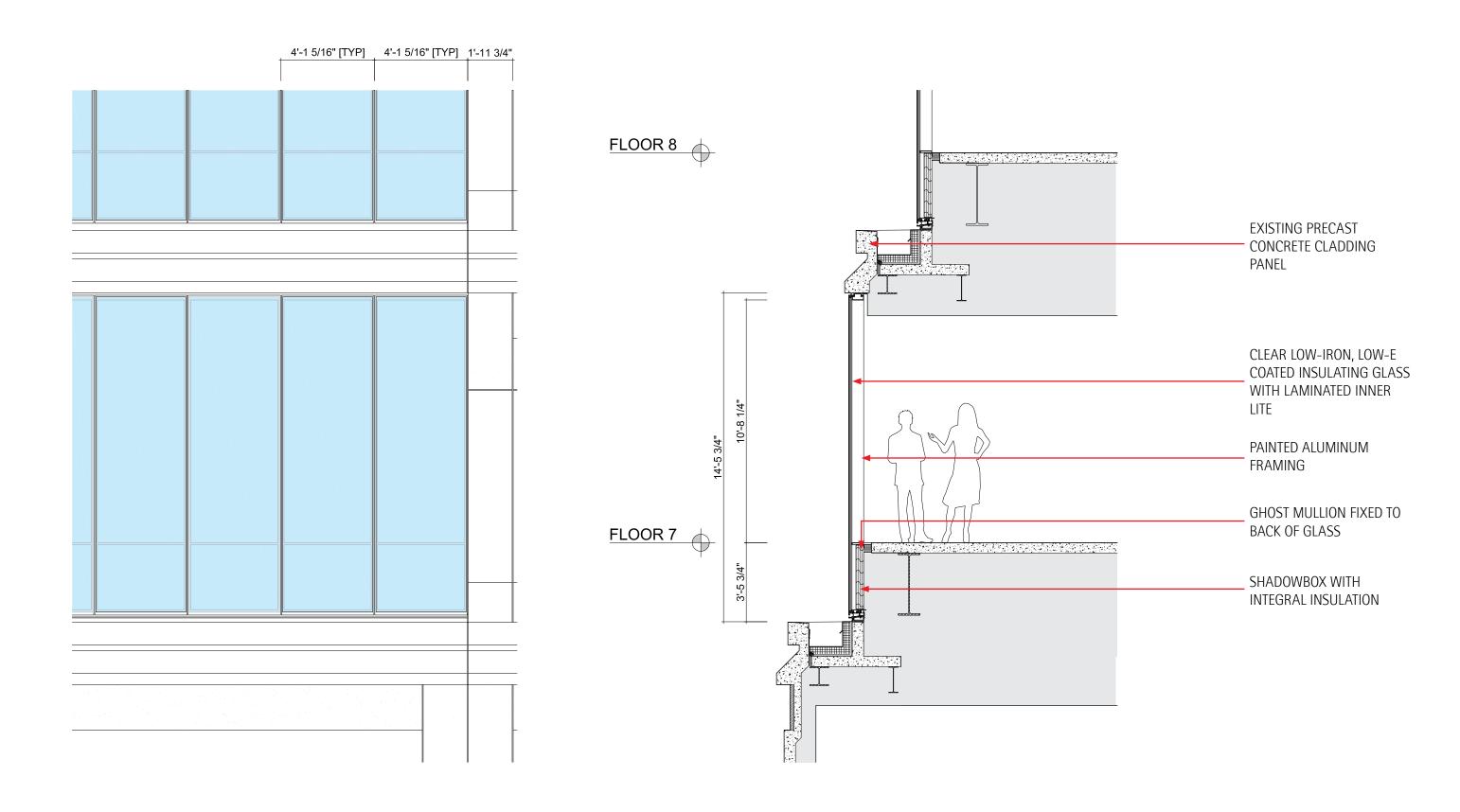
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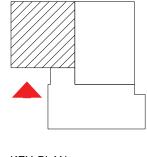




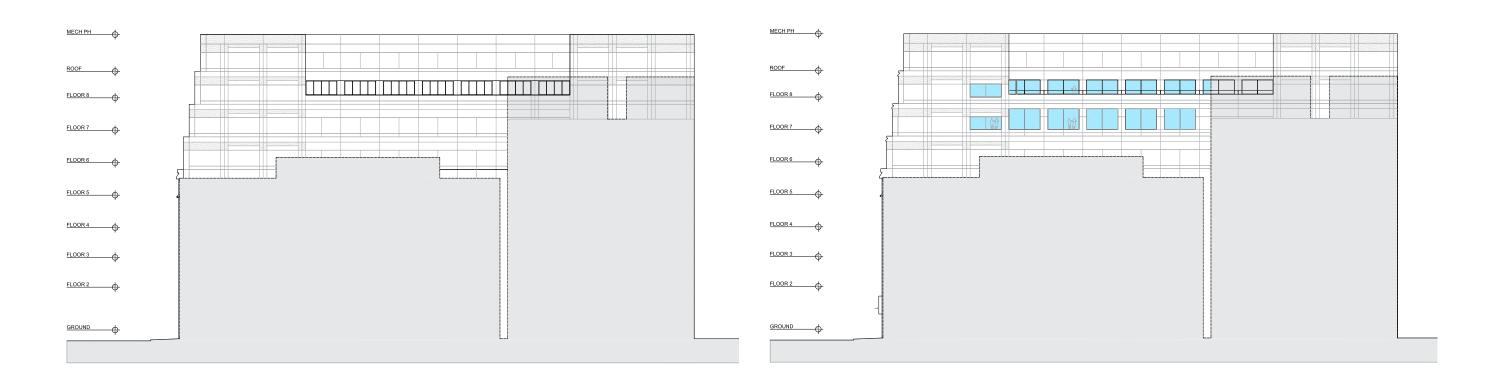
**Westfield** | James Carpenter Design Associates | CallisonRTKL |

#### FACADE CONCEPT SECTION AND ELEVATION OF UPPER REGISTER AT FIFTH STREET



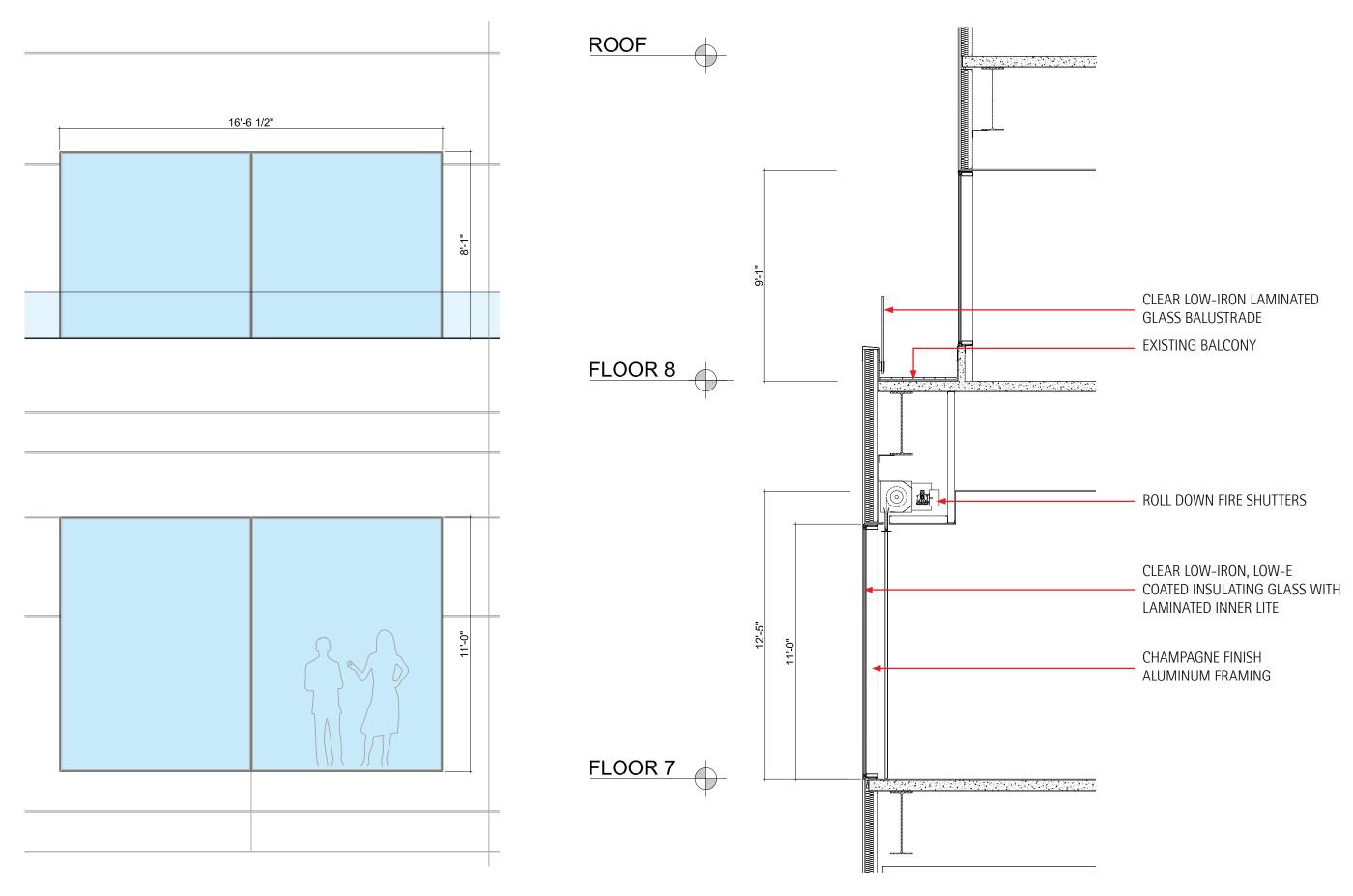


KEY PLAN



**EXISTING** PROPOSED

#### FACADE CONCEPT ELEVATION AND SECTION OF UPPER REGISTER AT SOUTHEAST



## FACADE CONCEPT MARKET AND FIFTH STREET ENTRIES

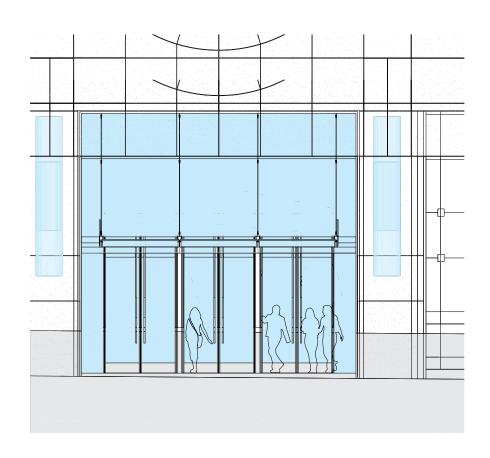


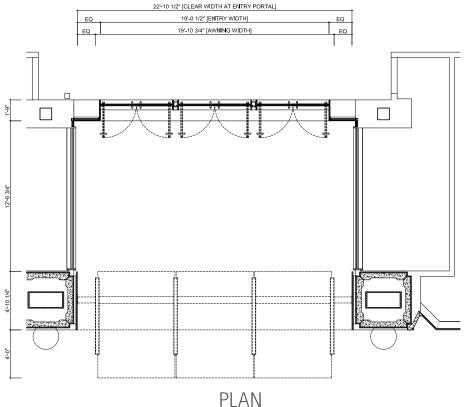
MARKET STREET SHOPPING CENTRE ENTRY

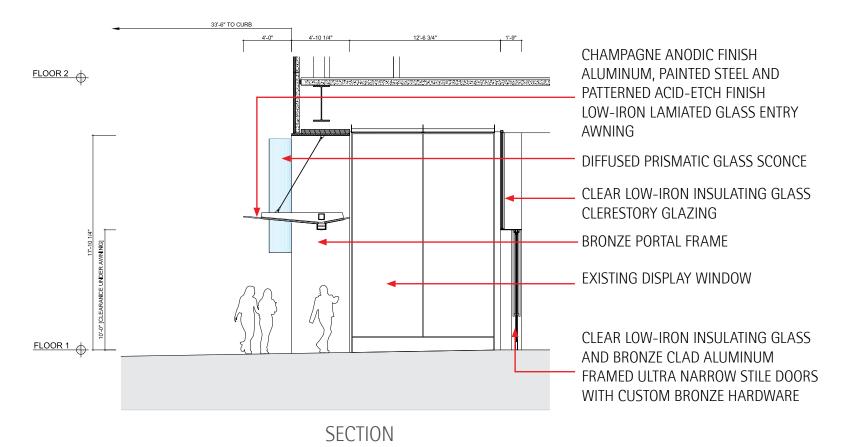


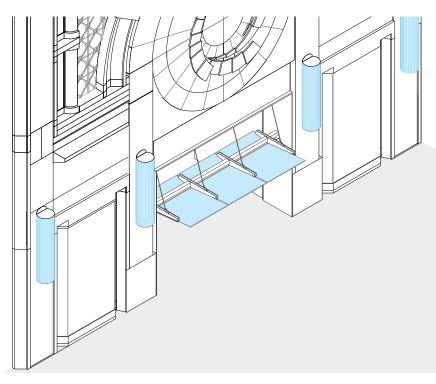
FIFTH STREET OFFICE LOBBY AND SHOPPING CENTRE ENTRY

## FACADE CONCEPT PLAN, SECTION AND ELEVATION AT MARKET STREET ENTRY



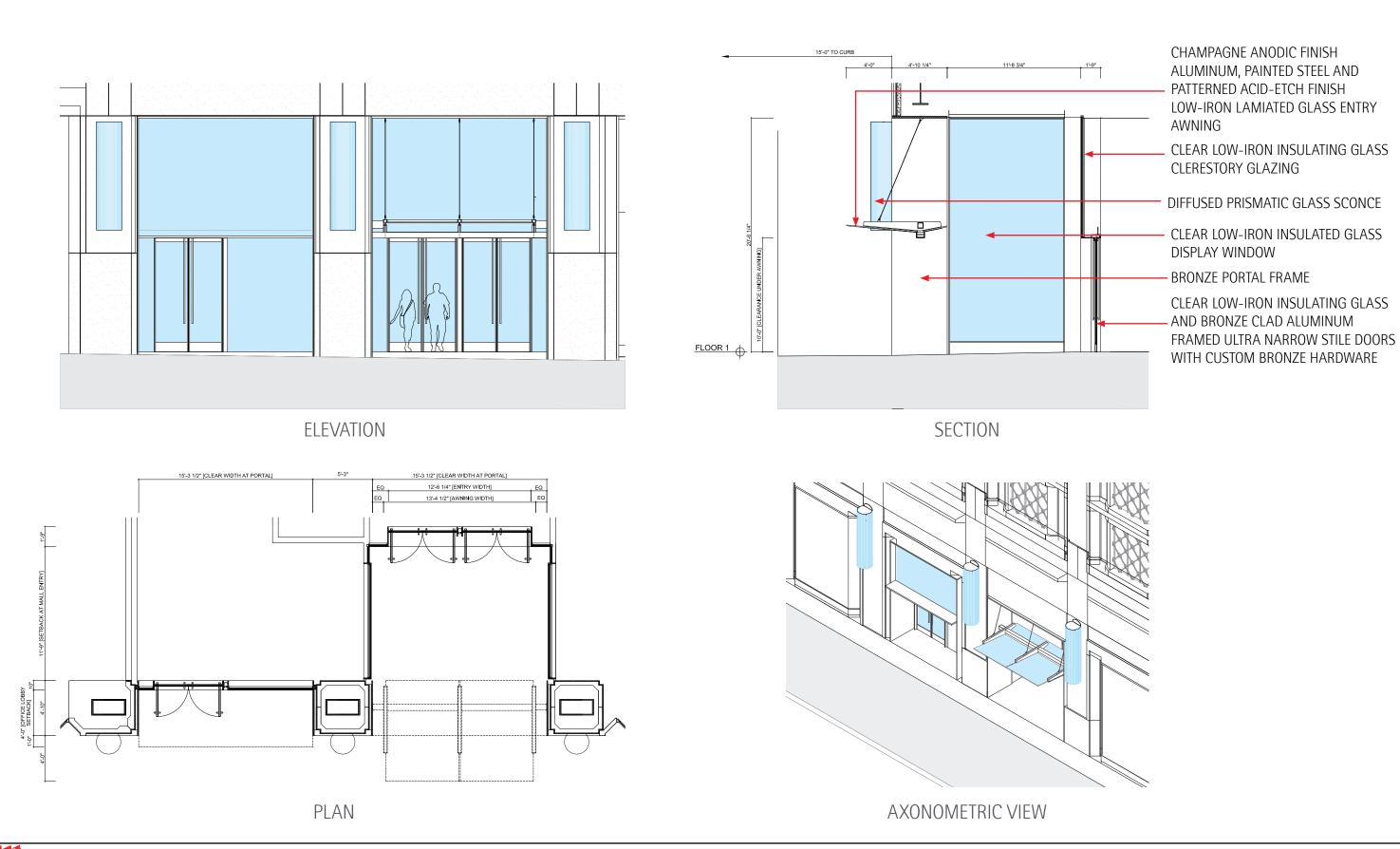






**AXONOMETRIC VIEW** 

## FACADE CONCEPT PLAN, SECTION AND ELEVATION AT FIFTH STREET ENTRY



## FACADE CONCEPT PERSPECTIVE VIEW



# Appendix C: Environmental Determination

## **CEQA Categorical Exemption Determination**

Block/Lot(s)

#### PROPERTY INFORMATION/PROJECT DESCRIPTION

**Project Address** 

Westfield Centre			3705042				
Case No.			Permit No.				
2018-	-007267PRJ						
Addition/		☐ Demolition (requires HRE for	New				
Al	teration	Category B Building)	Construction				
I -		Planning Department approval.					
foot be reorged removed retail converged	To permit exterior alterations and the interior remodel and of the existing 709,278-gross square foot building, resulting in a net increase in gross square footage of 748 square feet and (by reorganizing interior space) a net increase in gross floor area of 7,102 square feet. The interior remodel includes the maintenance of existing multi-tenant retail uses on Levels 1-3 as well as the existing retail tenant on Levels 4-6, and addition of 49,999 square feet of office space on Levels 7-8 by converting certain existing retail, accessory office and miscellaneous space to general office use.						
STEP 1: EXEMPTION CLASS  The project has been determined to be categorically exempt under the California Environmental Quality							
	CEQA).	otomination to be outogenously exempt under the	Camonia Livinonia Quanty				
	Class 1 - Existin	g Facilities. Interior and exterior alterations; additi	ions under 10,000 sq. ft.				
	Class 3 - New Construction. Up to three new single-family residences or six dwelling units in one building; commercial/office structures; utility extensions; change of use under 10,000 sq. ft. if principally permitted or with a CU.						
	Class 32 - In-Fill Development. New Construction of seven or more units or additions greater than 10,000 sq. ft. and meets the conditions described below:  (a) The project is consistent with the applicable general plan designation and all applicable general plan policies as well as with applicable zoning designation and regulations.  (b) The proposed development occurs within city limits on a project site of no more than 5 acres substantially surrounded by urban uses.  (c) The project site has no value as habitat for endangered rare or threatened species.  (d) Approval of the project would not result in any significant effects relating to traffic, noise, air quality, or water quality.  (e) The site can be adequately served by all required utilities and public services.  FOR ENVIRONMENTAL PLANNING USE ONLY						
	Class						

#### **STEP 2: CEQA IMPACTS**

#### TO BE COMPLETED BY PROJECT PLANNER

	<b>Air Quality:</b> Would the project add new sensitive receptors (specifically, schools, day care facilities, hospitals, residential dwellings, and senior-care facilities within an Air Pollution Exposure Zone? Does the project have the potential to emit substantial pollutant concentrations (e.g., backup diesel generators, heavy industry, diesel trucks, etc.)? (refer to EP_ArcMap > CEQA Catex Determination Layers > Air Pollution Exposure Zone)			
	Hazardous Materials: If the project site is located on the Maher map or is suspected of containing hazardous materials (based on a previous use such as gas station, auto repair, dry cleaners, or heavy manufacturing, or a site with underground storage tanks): Would the project involve 50 cubic yards or more of soil disturbance - or a change of use from industrial to residential?			
	if the applicant presents documentation of enrollment in the San Francisco Department of Public Health (DPH) Maher program, a DPH waiver from the Maher program, or other documentation from Environmental Planning staff that hazardous material effects would be less than significant (refer to EP_ArcMap > Maher layer).			
	<b>Transportation:</b> Does the project involve a child care facility or school with 30 or more students, or a location 1,500 sq. ft. or greater? Does the project have the potential to adversely affect transit, pedestrian and/or bicycle safety (hazards) or the adequacy of nearby transit, pedestrian and/or bicycle facilities?			
	Archeological Resources: Would the project result in soil disturbance/modification greater than two (2) feet below grade in an archeological sensitive area or eight (8) feet in a non-archeological sensitive area? If yes, archeo review is required (refer to EP_ArcMap > CEQA Catex Determination Layers > Archeological Sensitive Area)			
	Subdivision/Lot Line Adjustment: Does the project site involve a subdivision or lot line adjustment on a lot with a slope average of 20% or more? (refer to EP_ArcMap > CEQA Catex Determination Layers > Topography). If yes, Environmental Planning must issue the exemption.			
	Slope = or > 25%: Does the project involve any of the following: (1) square footage expansion greater than 500 sq. ft. outside of the existing building footprint, (2) excavation of 50 cubic yards or more of soil, (3) new construction? (refer to EP_ArcMap > CEQA Catex Determination Layers > Topography) If box is checked, a geotechnical report is required and Environmental Planning must issue the exemption.			
	Seismic: Landslide Zone: Does the project involve any of the following: (1) square footage expansion greater than 500 sq. ft. outside of the existing building footprint, (2) excavation of 50 cubic yards or more of soil, (3) new construction? (refer to EP_ArcMap > CEQA Catex Determination Layers > Seismic Hazard Zones) If box is checked, a geotechnical report is required and Environmental Planning must issue the exemption.			
	Seismic: Liquefaction Zone: Does the project involve any of the following: (1) square footage expansion greater than 500 sq. ft. outside of the existing building footprint, (2) excavation of 50 cubic yards or more of soil, (3) new construction? (refer to EP_ArcMap > CEQA Catex Determination Layers > Seismic Hazard Zones) If box is checked, a geotechnical report will likely be required and Environmental Planning must issue the exemption.			
Comments and Planner Signature (optional): Jonathan Vimr				
Conversion of existing retail and accessory office at interior to general office, net increase in gross square footage of only 748 sqft, and classifies for Class 1 Exemption per Environmental Planning division.				

## STEP 3: PROPERTY STATUS - HISTORIC RESOURCE TO BE COMPLETED BY PROJECT PLANNER PROPERTY IS ONE OF THE FOLLOWING: (refer to Property Information Map) Category A: Known Historical Resource. GO TO STEP 5. Category B: Potential Historical Resource (over 45 years of age). GO TO STEP 4. Category C: Not a Historical Resource or Not Age Eligible (under 45 years of age). GO TO STEP 6. STEP 4: PROPOSED WORK CHECKLIST TO BE COMPLETED BY PROJECT PLANNER Check all that apply to the project. 1. Change of use and new construction. Tenant improvements not included. 2. Regular maintenance or repair to correct or repair deterioration, decay, or damage to building. 3. Window replacement that meets the Department's Window Replacement Standards. Does not include storefront window alterations. 4. Garage work. A new opening that meets the Guidelines for Adding Garages and Curb Cuts, and/or replacement of a garage door in an existing opening that meets the Residential Design Guidelines. 5. Deck, terrace construction, or fences not visible from any immediately adjacent public right-of-way. 6. Mechanical equipment installation that is not visible from any immediately adjacent public right-of-way. 7. Dormer installation that meets the requirements for exemption from public notification under Zoning Administrator Bulletin No. 3: Dormer Windows. 8. Addition(s) that are not visible from any immediately adjacent public right-of-way for 150 feet in each direction; does not extend vertically beyond the floor level of the top story of the structure or is only a single story in height; does not have a footprint that is more than 50% larger than that of the original building; and does not cause the removal of architectural significant roofing features. Note: Project Planner must check box below before proceeding. Project is not listed. GO TO STEP 5. Project does not conform to the scopes of work. GO TO STEP 5. Project involves four or more work descriptions. GO TO STEP 5. Project involves less than four work descriptions. GO TO STEP 6. STEP 5: CEQA IMPACTS - ADVANCED HISTORICAL REVIEW TO BE COMPLETED BY PROJECT PLANNER

Check all that apply to the project.			
	1. Project involves a <b>known historical resource (CEQA Category A)</b> as determined by Step 3 and conforms entirely to proposed work checklist in Step 4.		
	2. Interior alterations to publicly accessible spaces.		
	3. <b>Window replacement</b> of original/historic windows that are not "in-kind" but are consistent with existing historic character.		
	4. Façade/storefront alterations that do not remove, alter, or obscure character-defining features.		
	5. Raising the building in a manner that does not remove, alter, or obscure character-defining features.		
	6. <b>Restoration</b> based upon documented evidence of a building's historic condition, such as historic photographs, plans, physical evidence, or similar buildings.		

	7. <b>Addition(s)</b> , including mechanical equipment that are minimally visible from a public right-of-way and meet the <i>Secretary of the Interior's Standards for Rehabilitation</i> .					
	8. <b>Other work consistent</b> with the Secretary of the Interior Standards for the Treatment of Historic Properties (specify or add comments):					
	Other work that would not materially impair a historic district	(specify or add comments):				
	Interior remodel and conversion of existing interior space to office use, limited exterior alterations (squaring off levels 6-8, new glazing in place of solid surface at levels 6-8) to structure within a district. Subject building completed in 1988, Category V in Article 11 District, non-contributory.					
	(Requires approval by Senior Preservation Planner/Preservation	n Coordinator)				
	10. <b>Reclassification of property status</b> . (Requires approval by Senior Preservation Planner/Preservation					
	Reclassify to Category A	Reclassify to Category C				
	a. Per HRER or PTR dated	(attach HRER or PTR)				
	b. Other (specify):					
!	Note: If ANY box in STEP 5 above is checked, a Pres	ervation Planner MUST sign below.				
	Project can proceed with categorical exemption review. The project has been reviewed by the Preservation Planner and can proceed with categorical exemption review. GO TO STEP 6.					
Comments (optional):						
Preser	vation Planner Signature: Jonathan Vimr					
STEP 6: CATEGORICAL EXEMPTION DETERMINATION TO BE COMPLETED BY PROJECT PLANNER						
	No further environmental review is required. The project is categorically exempt under CEQA.  There are no unusual circumstances that would result in a reasonable possibility of a significant effect.					
	Project Approval Action:	Signature:				
	Planning Commission Hearing	Jonathan Vimr				
	If Discretionary Review before the Planning Commission is requested, the Discretionary Review hearing is the Approval Action for the project.	09/13/2019				
	Once signed or stamped and dated, this document constitutes a categorical exemption pursuant to CEQA Guidelines and Chapter					

In accordance with Chapter 31 of the San Francisco Administrative Code, an appeal of an exemption determination can only be filed within 30 days of the project receiving the approval action.

Please note that other approval actions may be required for the project. Please contact the assigned planner for these approvals.

#### STEP 7: MODIFICATION OF A CEQA EXEMPT PROJECT

#### TO BE COMPLETED BY PROJECT PLANNER

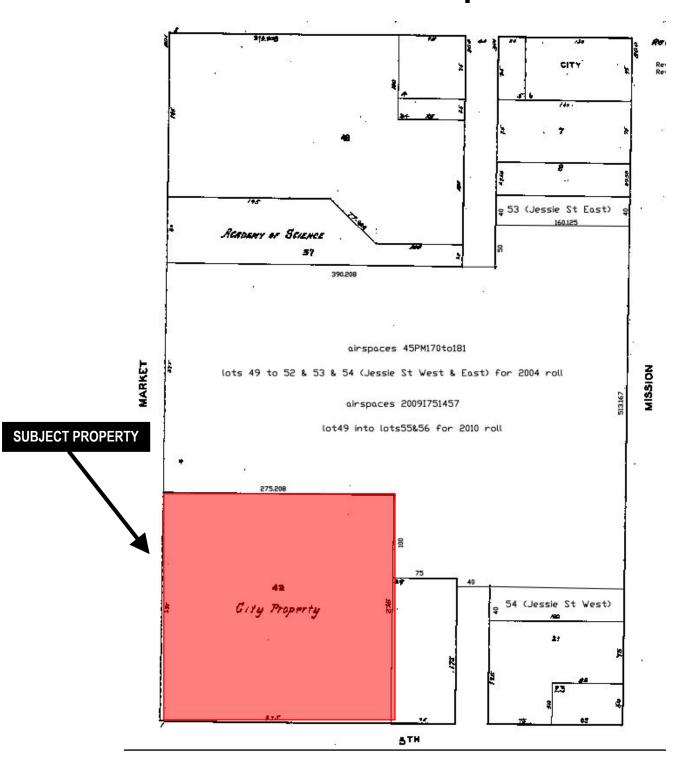
In accordance with Chapter 31 of the San Francisco Administrative Code, when a California Environmental Quality Act (CEQA) exempt project changes after the Approval Action and requires a subsequent approval, the Environmental Review Officer (or his or her designee) must determine whether the proposed change constitutes a substantial modification of that project. This checklist shall be used to determine whether the proposed changes to the approved project would constitute a "substantial modification" and, therefore, be subject to additional environmental review pursuant to CEQA.

#### PROPERTY INFORMATION/PROJECT DESCRIPTION

Proje	ect Address (If different than fron	Block/Lot(s) (If different than front page)				
West	field Centre		3705/042			
Case No.		Previous Building Permit No.	New Building Permit No.			
2018-	007267PRJ					
Plans Dated		Previous Approval Action	New Approval Action			
		Planning Commission Hearing				
Modified Project Description:						
		CONSTITUTES SUBSTANTIAL MODIF	ICATION			
Com	pared to the approved project, w	rould the modified project:				
	Result in expansion of the building envelope, as defined in the Planning Code;					
	Result in the change of use that would require public notice under Planning Code Sections 311 or 312;					
	Result in demolition as defined under Planning Code Section 317 or 19005(f)?					
	Is any information being presented that was not known and could not have been known at the time of the original determination, that shows the originally approved project may no longer qualify for the exemption?					
If at least one of the above boxes is checked, further environmental review is required.						
DET	ERMINATION OF NO SUBSTA					
	The proposed modification would not result in any of the above changes.					
If this box is checked, the proposed modifications are categorically exempt under CEQA, in accordance with prior project approval and no additional environmental review is required. This determination shall be posted on the Planning Department website and office and mailed to the applicant, City approving entities, and anyone requesting written notice. In accordance with Chapter 31, Sec 31.08j of the San Francisco Administrative Code, an appeal of this determination can be filed within 10 days of posting of this determination.						
Planner Name:		Date:				

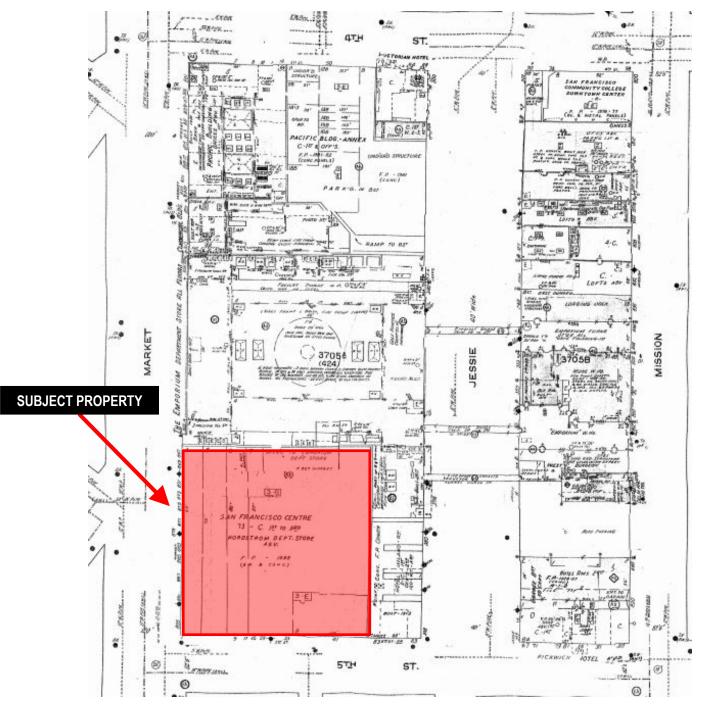
# Appendix D: Maps and Context Photos

# **Parcel Map**





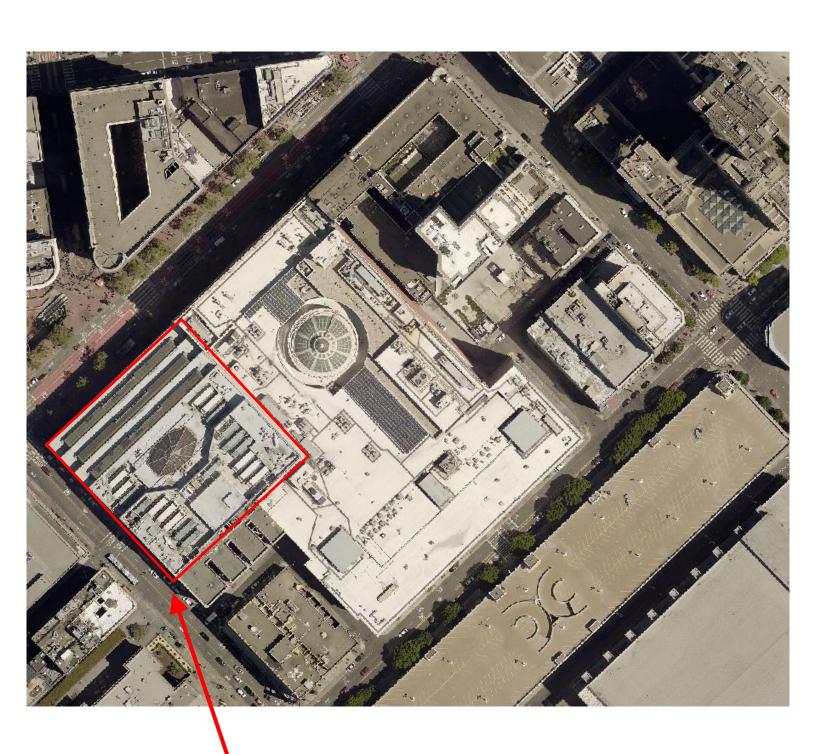
# Sanborn Map\*



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



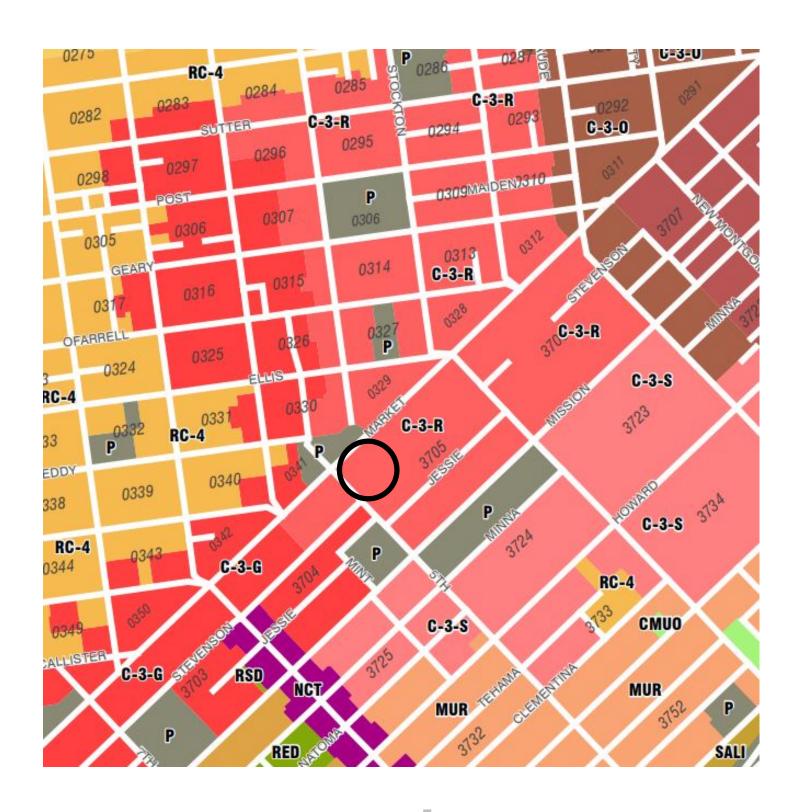
# **Aerial Photo**



SUBJECT PROPERTY



# **Zoning Map**



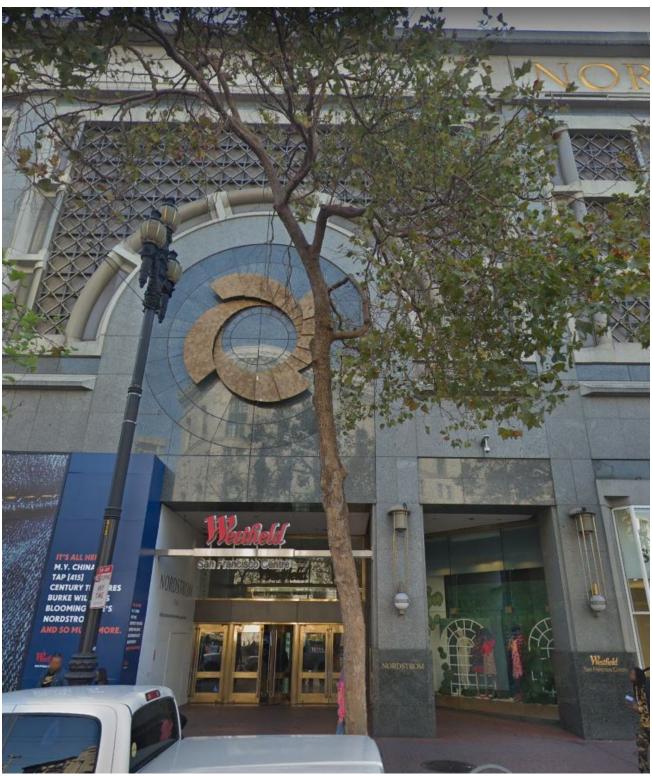


# **Site Photo\***



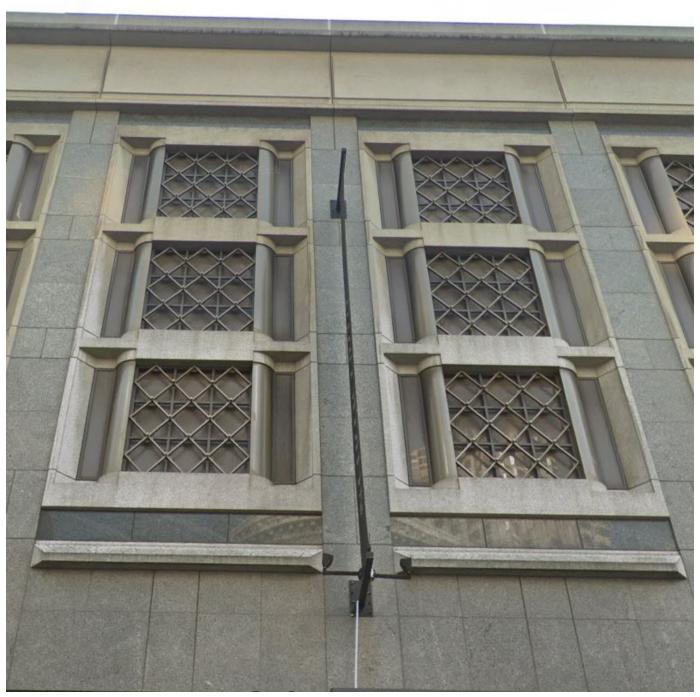
\*As viewed from intersection of Market and Fifth Streets.

# **Site Photo\***



\*Primary Market Street entry.

# **Site Photo\***



\*Typical bays.

# Appendix E: Project Sponsor Submittal

via email: christopher.kitchen@urw.com

November 21, 2019

UNIBAIL-RODAMCO-WESTFIELD
2049 Century Park East, Suite
4100
Los Angeles, CA 90067

President Myrna Melgar Commissioners of the San Francisco Planning Commission 1650 Mission Street, Ste. 400 San Francisco CA 9403-2479

Re: Office Allocation for 865 Market Street (Case No. 2018-0072670FA)

Dear President Melgar and Commissioners,

I write on behalf of Unibail-Rodamco-Westfield ("URW"). I am URW's Vice President of Development overseeing the proposed revitalization of Westfield San Francisco Centre at 865 Market Street (the "Centre").

Westfield San Francisco Centre is a critical component of San Francisco's Union Square preeminent retail district. The Centre, as you know, consists of two major parts: the larger newer Emporium component of the Centre, anchored by Bloomingdales and Century theatres and the older, 865 Market Street building, constructed in the mid-1980's, where Nordstrom is the anchor tenant. Currently, the Nordstrom component of the Centre consists of nine levels of vertical retail including the Nordstrom flagship store which occupies the top five floors.

As the Commission knows, the retail sector is facing historic challenges, and the viability of vertical retail in particular has been the subject of considerable discussion both at the Commission and the Board of Supervisors. This resulted in recent amendments to the Planning Code Section 210.2 which eliminated the conditional use authorization requirement for office uses in the C-3-R district above the sixth floor. These recent amendments were passed in recognition of the unique difficulties in programming the upper floors of vertical buildings with retail tenants.

Despite the challenges facing vertical retail, URW and Nordstrom are committed to revitalizing the Centre's 1980's era building through significant upgrades to the interior of the Centre, as well as modifications to refresh the exterior and provide greater transparency in the upper registers. This revitalization plan includes the consolidation of Nordstrom's building footprint and the conversion of the top two floors of the Centre (floors 7 and 8) to office use.

Office uses on the upper floors will help activate the Centre's vertical spaces and will benefit Nordstrom and the other retail tenants by increasing the community of consumers around and directly within the Centre. These upgrades will not only ensure the stability of Nordstrom's flagship store but will also benefit the Centre's smaller retail tenants, restaurants and other businesses. The proposed uses broad impact thus also helps to ensure that the Centre remains a strong economic engine for the city.

Due to the recent changes to the Planning Code, office uses are now principally permitted on floors 7 and 8 of the Centre but nonetheless require an allocation from the Small Cap Prop M allocation to implement the office use.

Accordingly, the requested Office Allocation before the Commission is a critical component of URW's reinvestment in, and revitalization of, the San Francisco Centre. Thank you for your consideration of this Office Allocation application.

Sincerely,

Chris Kitchen

Vice President of Development Unibail-Rodamco-Westfield