

DEPARTMENT OF PUBLIC HEALTH
ENVIRONMENTAL HEALTH /
AGRICULTURE

1390 Market Street, Suite 910, San Francisco, CA 94102 T: 415.252.3939 F: 415.252.3869

APPLICATION PACKET FOR

Urban Agriculture
Incentive Zones

The application packet is a summary of the City and County of San Francisco's implementation program for the California Urban Agriculture Incentive Zones Act. The complete text of the relevant laws can be found at California Government Code Section 51040 (Urban Agriculture Incentives Zone Act) and San Francisco Administrative Code Chapter 53A.

WHAT IS AN URBAN AGRICULTURE INCENTIVE ZONES CONTRACT?

Urban agriculture provides many benefits to citizens of San Francisco through education about food, nutrition, and the environment; addressing sustainability goals; building community; creating green spaces, and benefiting the local economy. An Urban Agriculture Incentive Zones Contract ("Contract") is a voluntary contract between the City and a property owner where the property owner agrees to keep their property in active agricultural use for a set period of time in exchange for a tax benefit from the City. Applicants for a Contract must demonstrate that they will benefit the larger community through produce distribution and/or sales, open house days, educational tours, or other public programs. The City's Agricultural Commissioner executes the contract and administers the program.

WHO MAY APPLY FOR AN URBAN AGRICULTURE INCENTIVE ZONE?

Property owners may apply for a Contract if their property meets the following criteria:

- It is located within a zoning district where Neighborhood Agricultural or Large-Scale Urban Agricultural Uses as defined in Planning Code Section 102 are principally or conditionally permitted uses;
- It is at least 0.10 acres (4356 sq ft) and not more than 3 acres (130,680 sq ft) in size;
- It does not include any dwelling units; and,
- It includes only structures that are accessory to the agricultural activity, including, but not limited to toolsheds, greenhouses, produce stands, or educational space.

Please note that all urban agriculture projects must have all necessary land use approvals (if applicable), such as a change of use permit, or Conditional Use Authorization allowing agricultural use, before the Agricultural Commissioner will sign a finalized Contract. It is strongly encouraged that applicants apply for the necessary use permits prior to applying for an Urban Agriculture Incentive Zone, and that they allow plenty of time for the approvals process.

IMPORTANT: Please read the entire application packet before getting started. Applicants are responsible for all of the information contained in the application guide. Completing this application does not guarantee Urban Agriculture Incentive Zone Contract approval.

HOW DOES THE PROCESS WORK?

Application guides are available at the Planning Department, the Recreation and Park Department, and the Agricultural Commissioner's office. They are also available at:

Environmental Health -- Agriculture Program, San Francisco Department of Public Health: http://www.sfdph.org/dph/EH/Agriculture/

Urban Agriculture Program, San Francisco Recreation and Park Department: http://sfrecpark.org/park-improvements/urbanagriculture-program-citywide/city-resources/

Step 1: Planning Department Determines Eligibility

Applicant acquires a Certificate of Eligibility (see form attached) from the Planning Department's Planning Information Center (PIC) located at 1660 Mission Street. If required, the applicant may also apply for any required change of use permit or Conditional Use Authorization for urban agriculture use at the site, if needed. A Contract cannot be finalized and signed until all required land use approvals are completed. Applicants should allow plenty of time to apply for and obtain the appropriate use permit. Contact the PIC for more information on the land use approvals process.

Applications for a Certificate of Eligibility may be processed over the counter at the PIC. Applicants must be the property owner or an authorized agent of the property owner. Authorized agents must provide a letter of authorization from the property owner.

Step 2: Agricultural Contract Application

Application materials include the Certificate of Eligibility issued by the Planning Department, a copy of the issued change of use permit or a copy of the Planning Commission Motion approving a Conditional Use Authorization (if applicable), a completed Application for an Urban Agriculture Incentive Zones Contract, and a completed (but unsigned) Contract. Applications missing one or more documents are incomplete and cannot be accepted.

Please note, any change in the Contract template from the one provided here may result in delay to your approval because all changes will need to be reviewed and approved by the City Attorney's Office.

The Agricultural Commissioner will review the application within 30 days of the application cycle deadline. The Commissioner may initially recommend approval or deny the application at this time.

Step 3: Assessor-Recorder Office Calculations

Agricultural Commissioner forwards complete packet to the Office of the Assessor-Recorder for an estimate of the assessed tax that would be applied under a Contract. The Assessor-Recorder's office has 30 days to respond to the Agricultural Commissioner with an evaluation of the tax reduction rate of the property based on a state-issued formula.

Step 4: Approval

If the Agricultural Commissioner and the Assessor-Recorder's office determine the property will not result in: a) an estimated tax revenue loss of more than \$25,000 a year or more than \$125,000 for the term of the Contract; b) contiguous parcels totaling five acres or more under contract at the same time; or c) an estimated combined tax revenue loss for all properties under all Contracts greater than \$250,000 a year, the Agricultural Commissioner may approve the Application if he or she also finds that it meets all the other requirements for a Contract. If the application does not meet these requirements, a Board of Supervisors hearing is required to approve the Contract.

If approved by the Agricultural Commissioner, he or she will then forward the Contract to the Clerk of the Board of Supervisors within five days of approval, who then distributes the Contract to the Board members. The Board of Supervisors has 10 business days to request a hearing on any of the applications. If there is no request, the contract may be finalized. If a request is made, the Contract cannot be finalized unless the Board holds a hearing and affirms the Agricultural Commissioner's approval of the Contract.

Step 5: Execution of the Contract

Agricultural Commissioner, Assessor-Recorder, City Attorney, and applicant must sign the Contract in order to have the contract recorded in Step 6. The Agricultural Commissioner will not sign the Contract until all required use permits from the Planning Department have been approved (See Step 1).

Step 6: Recordation and Distribution

Next the Applicant brings the approved and signed Contract to the Assessor's Office. For any new tax valuation to occur, the Applicant must record the Contract against the property and pay any required recordation fees (see www.sfassesor.org for current rates). The Office of the Assessor-Recorder the records the Contract. For properties to receive a property tax reduction during the following fiscal year, the contract must be recorded by December 31.

If the property is not already in use for urban agriculture, the property owner has 30 days from recording of the Contract to begin agricultural activity.

Step 7: Monitoring Compliance with the Contract

The Agricultural Commissioner conducts initial site inspection within 90 days of contract recording. Annually thereafter, the Commissioner conducts annual inspections and confirmations of contract.

WHAT DOES EACH DEPARTMENT DO?

Role of the Planning Department

The Planning Department reviews and issues the Certificate of Eligibility for a Contract, ensuring that the property meets eligibility criteria and the agricultural use is consistent with existing zoning regulations. It also separately issues any required use permits and Conditional Use Authorizations for urban agriculture projects.

Role of the Agricultural Commissioner

The role of the City's Agriculture Commissioner is to protect health and safety by enforcing agricultural laws and regulations through inspection, monitoring, permitting and licensing. The Commissioner accepts applications for Contracts, communicates with the Office of the Assessor-Recorder and Clerk of the Board of Supervisors, approves some Contracts, executes all Contracts, and conducts annual site inspections and monitors compliance with all Contract requirements.

Role of the Office of the Assessor-Recorder

The Office of the Assessor-Recorder's role is to locate and accurately assess all taxable property in the City and County of San Francisco and also serve as the City's official record-keeper of documents such as deeds, liens, maps and property contracts. Once a Contract has been approved and recorded against the property, the Office of the Assessor-Recorder assesses the property based on an approach set forth in state law. Properties will receive an estimated valuation during the application process. Fully executed Urban Agriculture Incentive Zone Contracts must be recorded with the Office of the Assessor-Recorder with all recordation requirements fulfilled, such as all required approvals, signatures, recordation attachments and all applicable recording fees paid. To see the current recording fee schedule, please visit www.sfassessor.org.

A Contract may be considered incomplete if all components are not adequately satisfied. Once a Contract has been approved and recorded, the Assessor will assess the property as an agricultural use as set forth in state law.

Role of the Recreation and Park Department

The Recreation and Park Department manages the citywide Urban Agriculture Program to coordinate all of the City's urban agriculture activities and to work toward advancing urban agriculture in San Francisco. Through the Urban Agriculture Program, the Recreation and Park Department will coordinate efforts with the Agricultural Commissioner and applicants to provide outreach and education around the application. The Department may assign staff to provide any needed technical assistance and public engagement.

ADDITIONAL INFORMATION ABOUT URBAN AGRICULTURE INCENTIVE ZONES

Additional Applications and Approvals

If applicable, urban agriculture projects must have all necessary use permits, such as a change of use permit, Conditional Use Authorization, and building permits for proposed structures, before the Agricultural Commissioner may sign a Contract. Please note that other permits and licenses may be required, such as health permits, depending on what type of agriculture uses are proposed. However, projects are not required to finalize these permits prior to signing a Contract.

Termination of the Contract

If the Agricultural Commissioner deems the property owner to be in breach of the terms of a Contract, the Agricultural Commissioner will notify the property owner, the Assessor-Recorder, and the Planning Department in writing and will include pertinent details. The property owner then has 30 days to send a written appeal to the Clerk of the Board of Supervisors before the Contract is terminated.

The owner may terminate the Contract by notifying the Agricultural Commissioner and upon payment of a cancellation fee equal to that of the tax revenue lost including interest to the Treasurer-Tax Collector. The amount of that cancellation fee will be determined by the Assessor-Recorder, but payment of the fee may also be appealed to the Board of Supervisors under Chapter 53A. The property owner must record the cancellation within 30 days of termination.

Inspections and Monitoring

The City may conduct periodic inspections of the property in addition to the Agricultural Commissioner's annual inspection. Generally, these inspections require a 72-hour prior notification. Agencies that may inspect include: the Department of Public Health, the Office of the Assessor-Recorder, Department of Building Inspection, the Planning Department, Agricultural Commissioner and the State Board of Equalization.

Transfer of Ownership

A Contract is attached to the property. Subsequent owners are bound by the terms and conditions of the Contract, and obligated to comply with the terms identified in the Contract unless the new owner terminates the Contract and pays the cancellation fee. The Office of the Assessor-Recorder must be notified of any transfer of ownership by filling out a Preliminary Change of Ownership Report (PCOR). Visit www.sfassessor.org for a copy.

Continuation of the Contract

Annually the Agricultural Commissioner will contact the property owner to determine that: the agricultural activity continues; the property owner is in accordance with the Contract; any major modifications to the original application are documented; and, any annual fees for the administration of the Contract are paid.

Additional Fees

Although there currently are no fees associated with this program, the Board of Supervisors may adopt fees to administer the program at a later date. If adopted by the Board of Supervisors, these fees would cover the reasonable time and materials for the Agricultural Commissioner, Planning Department, Assessor-Recorder, and City Attorney to implement and administer the program.

Frequently Asked Questions

Can I use my backyard as an "agricultural zone" and apply for a Contract?

No. Only properties that are have no dwellings on them and are entirely dedicated to agricultural use are possible applicants.

Can I build structures related to the urban agriculture use, such as greenhouses, toolsheds, fences, etc.?

Structures accessory to the urban agriculture use are permitted; however, you may need additional permits depending on the size, location, and type of accessory structure. Typically, properties may have one toolshed, storage unit, greenhouse, gazebo, or other similar structure without requiring a building permit, provided the structure is no greater than 10 feet by 10 feet for enclosed structures (such as sheds) or 60 square feet for open-walled structures (such as gazebos). Constructing a fence on the property may require an additional building permit application, depending on the size and location. Consult the Planning Information Center (PIC) located at 1660 Mission Street and Department of Building Inspection for more information.

What kind of permits do I need to sell food and plants grown on site?

If you are selling produce and plants offsite at a Certified Farmers Market, you need to apply for a Certified Producers Certificate (application available at: http://www.cdfa.ca.gov/egov/farmersmarket/). All other sales of plants and whole, uncut produce does not require a certificate. Sales of processed and prepared foods may require additional permits.

If I apply for an Urban Agriculture Incentive Zones Contract, is the City obligated to enter into the contract? No. The City will evaluate each contract application based on the criteria specified in the ordinance.

Am I required to open my property to the public?

Yes. According to Administrative Code Section 53A.5, the site must be periodically open to the public through agricultural education or outreach, distribution and/or sales of agricultural products, or general public open hours like a community garden.

As a private landholder, why would I want to participate in the Urban Agriculture Incentive Zones Ordinance? Land that is under a Contract will be assessed based on the agricultural, not the residential or commercial, value of

the land, which could result in a significant reduction in property taxes to the property owner.

How long does the contract last for?

Contracts will last for a minimum of five years. Contracts that are canceled or terminated prior to that will pay a cancellation fee equal to that of the tax revenue lost including interest. That fee is calculated by the Office of the Assessor-Recorder.

Can I expect the same amount of property tax savings every year?

No. The Office of the Assessor-Recorder, as mandated by state law, evaluates each property annually to determine the assessment. Market rates and the property tax rate change annually, which impacts the taxable value of the property. However, in most circumstances, the tax savings from year to year is likely to be relatively consistent.

Is my contract final once it is approved by the Agricultural Commissioner or the San Francisco Board of Supervisors?

No. The Agricultural Commissioner or the Board of Supervisors may be the final approval body in the process. However, your Contract is not considered final until it has been signed by all parties (the Agricultural Commissioner, Assessor-Recorder, City Attorney, and you) and recorded with the Office of the Assessor-Recorder:

Office of the Assessor-Recorder City Hall, Room 190 1 Carlton B Goodlett Place San Francisco, CA, 94102 www.sfassessor.org Recording Hours of Operation: M-F, 8am-4pm.

When will I see the reduction in my property tax bill?

For most properties under contract, the property owner will see a reduction in their property tax bill in the fiscal year following the date when they recorded the Contract with the Office of the Assessor-Recorder. The fiscal year annual secured property tax bill is mailed by the Tax Collector's Office in October of each year and property owners should receive their bill by November 1. The absolute deadline to have your Contract recorded is December 31st by 4pm to receive any tax benefit for the following fiscal year (July 1- June 30). If the Contract is not recorded by December 31, then you will not receive the tax benefit for another year and a half. Please contact the Tax Collector's Office if you do not receive your tax bill by dialing 311 or (415)701-2311.

Is there a fee to apply for an Urban Agriculture Incentive Zone Contract?

For at least one year from the ordinance enactment, there is no fee other than that of the Recorder (see www. sfassessor.org for up to date fee schedule). After that the Agricultural Commissioner will deliver a recommendation to the Board of Supervisors to create an application fee and a fee to cover the time and materials needed for each relevant agency to monitor the Contracts. It would be up to the Board of Supervisors to decide whether to impose additional fees at that time.

What if I have a question that isn't answered here?

Please contact the Urban Agriculture Program Coordinator at the Recreation and Park Department at (415)575-5604 or the Agricultural Commissioner at (415)252-3830.

Application Instructions

- 1. Bring the completed Certificate of Eligibility form to the Planning Information Counter (at 1660 Mission Street), along with:
 - Site plans (if you have them) illustrating the current and future agriculture uses on the site
 - Photos of the site, including photos of the exterior and interior of any existing structures.
 - Letter of authorization, if the applicant is not the property owner.
- Complete the application materials and submit to the Agriculture Commission by no later than 5pm on or before the application deadline. The completed application packet should include:
 - Application for Urban Agriculture Incentive Zones
 - Letter of Authorization (if applicable)
 - Signed Certificate of Eligibility
 - Draft Urban Agriculture Incentive Zones Contract using the City's template
 - (If applicable) A copy of the issued change of use permit or a copy of the Planning Commission Motion approving a Conditional Use Authorization.

Applications are due to the Agricultural Commissioner by 5pm of the application cycle deadline (listed below) via email, USPS, or hand delivered to:

San Francisco Department of Public Health Environmental Health Section Attn: Agriculture Program 1390 Market Street, Ste. 210 San Francisco, CA 94102

- OR - email: cree.morgan@sfdph.org

- Await approval of application from Agricultural Commissioner. Once approved, the Agricultural Commissioner, City Attorney, Assessor-Recorder and you must sign the contract in order for it to be effective and recorded against the property.
- Bring approved and signed contract to Assessor's office to record the contract. You will receive a copy of the recorded contract through mail.
- 5. Begin agricultural activity within 30 days from recording.

The application cycle deadlines are March 1st, June 1st, and August 1st each year.

Urban Agriculture Incentive Zones Contract on Private Property

Application must be filled out by the property owner or an authorized agent. Applications are due to the Agricultural Commissioner by 5pm of the application cycle deadline (listed below) via email, USPS, or hand delivered to: Environmental Health Section, Attn: Agriculture Program, 1390 Market Street, Ste. 210, San Francisco, CA 94102 or email: cree.morgan@sfdph.org.

Starting in 2015, the application cycle deadlines are March 1st, June 1st, and August 1st.

Applicants will receive notification within 30 days whether their application has either a) been approved and forwarded to the Assessor's Office for review or b) been denied. Questions about the application can be directed to:

Hannah Shulman Urban Agriculture Program Coordinator, San Francisco Recreation & Parks Department hannah.shulman@sfgov.org (415)575-5604

Cree Morgan

Agricultural Commissioner, San Francisco Department of Public Health cree.morgan@sfdph.org (415)252-3950

1. Owner/Applicant Information

DOODEDTY OVERLED NAME	
PROPERTY OWNER'S NAME:	
PROPERTY OWNER'S ADDRESS:	TELEPHONE:
	/
	()
	EMAIL:
ADDIOANTONAUE	
APPLICANT'S NAME:	
	Same as Above
APPLICANT'S ADDRESS:	TELEPHONE:
	/
	()
	EMAIL:

8 Last updated: 09.18.2014

2. Property Information

STREET ADDRESS:					
CROSS STREETS:			ASSESSOR'S BLOCK AND LOT		
			/		
LOT DIMENSIONS (SQ FT):					
LOT AREA (SQ FT):	ZONING DISTRICT:	SPECIAL / RESTRICTED	USE (SUB)DISTRICT(S)	HEIGHT / BU	LK DISTRICT:
Does the site have a driveway	for site access for vehicles or a space to	load and unload equipme	ent?	□YES	□no
	ter access? If yes, please give the approx or a water meter: http://sfwater.org/index.a		er source. Contact SFPUC for more	□YES	□ио
USE AUTHORIZATION: Is there an approved use perr site?	nit or Conditional Use Authorization for Ne	eighborhood Agriculture c	or Large-Scale Urban Agriculture at the	□YES	□NO
If the answer is "No," have you	u filed an application for a change of use	permit or Conditional Use	Authorization?	□YES	□NO
Please note: Urban Agricultur	e Incentive Zone contracts cannot be reco	orded until necessary use	permits have been issued.	1	se permit / lse Authorization, le the BPA # or

3. Agricultural Plan

URBAN AGRICULTURE BUSINESS/ORGANIZATION NAME (if applicable):			
NAME OF PRIMARY CONTACT / RESPONSIBLE PARTY DURING BUSINESS HOURS:	MOBILE TELEPHONE NUMBER:		
NAME OF THINKING CONTACT / REGI CHOIDEE FAITH BOTHING BOOKEGO HOURS.	MODILE TELLI FIGNE NOMBER.		
Does the applicant and/or manging party intendto use the property for a minimum of fiv	e years for agricultural purposes?	YES	□NO
DESCRIPTION OF AGRICULTURAL ACTIVITIES, INCLUDING (Attach additional plans at Any plans for bees or animal husbandry projects All structures on site (existing and proposed) including greenhouses, sheds, fend A schedule of when agriculture uses will be developed on site (if available)	•		

4. U	ommunity Engagement		
	will the applicant make the site open to the public? Possibilities include: production, or other(describe below).	e stand, agricult	ural education, general open hours, food distribution by sale or
Descr	ibe the benefits to the community of the applicant's urban agricultural project:		
i			
App	olicant's Affidavit		
Unde	er penalty of perjury the following declarations are	made:	
	am the owner or authorized agent of the owner of this		o the best of my knowledge
	he information presented on this application is true an dditional information or applications may be required		
	this application involves the sale, storage, handling or		
	· 1 ·· · · · · · · · · · · · · · · · ·		
st	ipulations set forth in Section 7 ("Food-Related Activity	ties") of thi	s application.
Appl	licant's Signature:		Date:
Appl			Date:
Appl	licant's Signature:		Date:Property Owner
Appl	licant's Signature:		Date:
Appl	licant's Signature:		Date: Property Owner Authorized Agent for Property Owner
Appl Print	licant's Signature:		Date: Property Owner Authorized Agent for Property Owner
Appl Print	licant's Signature: name, and indicate whether owner or authorized a	agent:	Date: Property Owner Authorized Agent for Property Owner
Appl Print	licant's Signature: name, and indicate whether owner or authorized a	agent:	Date: Property Owner Authorized Agent for Property Owner
Appl Print	licant's Signature: name, and indicate whether owner or authorized a lication Completeness Checklist Urban Agriculture Incentive Zone application with all blank	agent:	Date: Property Owner Authorized Agent for Property Owner
Appl Print	licant's Signature: name, and indicate whether owner or authorized a continuous continu	agent:	Property Owner Authorized Agent for Property Owner (attach letter of authorization to this application)
Appl Print	licant's Signature: name, and indicate whether owner or authorized a plication Completeness Checklist Urban Agriculture Incentive Zone application with all bland Applicant's affidavit Signed Certificate of Eligibility	agent:	Property Owner Authorized Agent for Property Owner (attach letter of authorization to this application)
Appl Print	licant's Signature: name, and indicate whether owner or authorized a second completeness Checklist Urban Agriculture Incentive Zone application with all blant Applicant's affidavit Signed Certificate of Eligibility Photos of the site and existing structures, if applicable (existing)	agent:	Property Owner Authorized Agent for Property Owner (attach letter of authorization to this application)
Appl Print	licant's Signature: In name, and indicate whether owner or authorized a series of an authorized and indicate whether owner or authorized a series of	agent:	Property Owner Authorized Agent for Property Owner (attach letter of authorization to this application)
Appl Print	licant's Signature: In name, and indicate whether owner or authorized a series of the completeness Checklist Urban Agriculture Incentive Zone application with all bland Applicant's affidavit Signed Certificate of Eligibility Photos of the site and existing structures, if applicable (existing applicable) Copy of the issued change of use permit or Conditional Use Authorization	agent:	Property Owner Authorized Agent for Property Owner (attach letter of authorization to this application)

CERTIFICATE OF ELIGIBILITY FOR Urban Agriculture Incentive Zones

Important Information for Applicants and Owners

- This Certificate for Eligibility will be issued by the Planning Department.
- Please fill out sections 1 through 4 of the Application for Urban Agriculture Incentive Zone prior to bringing this Certificate in person to the Planning Information Center.
- Bring the completed application plus a site plan (if applicable), photos of the site and existing structures (exterior and interior), and letter of authorization to the Planning Information Center (PIC). The PIC is located at 1660 Mission Street, ground floor. The hours are weekdays from 8:00 AM to 5:00 PM, except on Wednesday mornings when it opens at 10:15 AM. No appointment is necessary.

For Department Use Only	
Planning staff, please check and complete. Use PIM, photographs and p	ermit history to ver
Is the property located within a zoning district where Neighborhood Agricultural or Large-Scale Urban Agricultural Uses as defined in Planning Code Section 102 are principally or conditionally permitted uses?	□Yes □No
Is the property at least 0.10 acres (4356 sq ft) and not more than 3 acres (130,680 sq ft) in size?	□Yes □No
Is the property free of dwelling units?	□Yes □No
Does the property include only structures that are accessory to the permitted agricultural activity, including, but not limited to: toolsheds, greenhouses, produce stands, or educational space?	□Yes □No
If the answer to any of the above questions is "NO," the project is ineligible for a	
Incentive Zone. Certification of Eligibility: The above property meets the eligibility criteria for an Urban Agriculture Incentive Zone.	□Yes □No
Certification of Eligibility: The above property meets the eligibility criteria for an Urban Agriculture	□Yes □No
Certification of Eligibility: The above property meets the eligibility criteria for an Urban Agriculture Incentive Zone.	□Yes □No

Last updated: 09.18.2014

Recording Requested by, and when recorded, send notice to: Agricultural Commissioner 1390 Market Street, Suite 210 San Francisco, California 94102

URBAN AGRICULTURE INCENTIVE ZONES ACT PROPERTY AGREEMENT

[STREET NUMBER AND STREET NAME] ("[NAME OF PROPERTY, IF ANY]") SAN FRANCISCO, CALIFORNIA

THIS AGREEMENT is entered into by and between the City and County of San Francisco, a California municipal corporation ("City") and [NAME(S)] ("Owner(s)").

RECITALS

Owners are the owners of the property located at [ADDRESS], in San Francisco, California (Block [BLOCK NUMBER]). The San Francisco Planning Department and San Francisco Agricultural Commissioner have determined that the property located at [ADDRESS] ("Property") is eligible under the California Urban Agriculture Incentive Zones Act for an urban agriculture incentive zones contract. Owners desire to implement a small-scale urban agricultural use project for the Property.

The State of California has adopted the "Urban Agriculture Incentive Zones Act" (California Government Code Sections 51040, et seq., and California Revenue & Taxation Code, Article 1.5 [Section 422.7 et seq.]) authorizing local governments to enter into agreements with property Owners to reduce their property taxes, or to prevent increases in their property taxes, in return for a commitment to a sustainable urban farm enterprise in an urban area. The City has adopted enabling legislation, San Francisco Administrative Code Chapter 53A, authorizing it to participate in the Urban Agriculture Incentive Zones Act program.

Owners desire to enter into an Urban Agriculture Incentive Zones Act Agreement (also referred to as "Agreement") with the City to help mitigate expenditures for the use of the Property for small-scale urban agricultural use. The City is willing to enter into such Agreement to promote the use of vacant, undeveloped land for sustainable urban agricultural use and to provide public benefits to the City such as connecting residents to the broader food system, providing green space and recreational opportunities, building community, and promoting food access, public health, and economic development potential.

NOW, THEREFORE, in consideration of the mutual obligations, covenants, and conditions contained herein, the parties hereto do agree as follows:

1. Application of Urban Agriculture Incentive Zones Act.

The benefits, privileges, restrictions and obligations provided for in the California Urban Agriculture Incentive Zones Act and San Francisco Administrative Code Chapter 53A shall be applied to the Property during the time that this Agreement is in effect commencing from the date of recordation of this Agreement.

2. Use of the Property.

Owners shall dedicate the entire Property to commercial or noncommercial agricultural use and shall undertake and complete the work set forth in Exhibit A ("Agricultural Use Plan") attached hereto. The Agricultural Use Plan sets forth the permitted agricultural use of the property and includes the proposed site plan and development schedule for the property. Owners shall proceed diligently in commencing agricultural use as set forth in the Agricultural Use Plan and shall commence such use not less than thirty (30) days after recordation of this Agreement if not already using the Property for agricultural use. Owners shall permit members of the public to periodically access the site as set forth in the Agricultural Use Plan. No dwelling units shall be permitted on the Property. Failure to timely

commence agricultural use, failure to permit public access according to the Agricultural Use Plan, or the presence or construction of any dwelling unit(s) on the Property shall result in cancellation of this Agreement as set forth in Paragraphs 13 and 14 herein.

3. Cessation of Agricultural Use.

Owners shall report in writing to the Agricultural Commissioner any cessation of agricultural use for any reason or any other change in use from that approved under the attached Agricultural Use Plan within two (2) weeks of the cessation of activity. Owners shall resume agricultural activity consistent with the Agricultural Use Plan within three (3) months of any such cessation. Failure to timely resume agricultural use shall result in cancellation of this Agreement as set forth in Paragraphs 13 and 14 herein.

4. Pesticides and Fertilizers.

Intentionally left blank.

5. Insurance.

Owners shall secure adequate liability insurance to cover the uses proposed in the attached Agricultural Use Plan, including coverage for any third parties on the Property, and shall submit evidence of such insurance to the City upon request.

6. Inspections.

Owners shall permit periodic examination of the Property by representatives of the City's Assessor-Recorder, the Department of Building Inspection, the Planning Department, the Agricultural Commissioner, and the State Board of Equalization, upon seventy-two (72) hours advance notice, to monitor Owners' compliance with the terms of this Agreement. Owners shall provide all reasonable information and documentation about the Property demonstrating compliance with this Agreement as requested by any of the above-referenced representatives.

7. Term.

This Agreement shall be effective upon the date of its recordation and shall be in effect for a term of five (5) years from such date ("Initial Term").

8. Valuation.

This Agreement must have been signed, accepted and recorded on or before the lien date (January 1) for a fiscal year (the following July 1-June 30) for the Property to be valued under the taxation provisions of the Urban Agriculture Incentive Zones Act for that fiscal year.

9. Termination.

In the event Owners terminates this Agreement during the Term, Owners shall provide written notice to the Agricultural Commissioner and pay the Cancellation Fee as set forth in Paragraph 15 herein. In addition, the City Assessor shall determine the fair market value of the Property without regard to any restriction imposed on the Property by this Agreement and shall reassess the property taxes payable for the fair market value of the Property as of the date of Termination without regard to any restrictions imposed on the Property by this Agreement. Such reassessment of the property taxes for the Property shall be effective and payable six (6) months from the date of Termination.

10. Renewal and Extension.

Owners may apply for an extension of the Agreement for an additional term of up to five (5) years, provided that the California Urban Agriculture Incentive Zones Act permits such an extension. Any such extension shall be subject to the same requirements as an initial application as set forth in San Francisco Administrative Code Chapter 53A.

11. Payment of Fees.

Owners agree to pay any later-imposed fee authorized by the San Francisco Board of Supervisors under the California Urban Agriculture Incentives Zone Act and Administrative Code Chapter 53A for the City's reasonable costs related to implementing and administering the Agreement, including but not limited to the costs of inspecting the Property and determining compliance with the Agreement, as provided for in Government Code Section 51042(a) (2)(A). Owners shall promptly pay any such requested amount within forty-five (45) days of receipt.

12. Default.

An event of default under this Agreement may be any one of the following:

- (a) Owners' failure to conduct the agricultural use set forth in Exhibit A;
- (b) Owners' failure to resume agricultural use after cessation in accordance with the requirements of Paragraph 3 herein;
- (d) Owners' failure to allow any inspections as provided in Paragraph 6 herein;
- (e) Owners' termination of this Agreement during the Term;
- (f) Owners' failure to pay any fees requested by the City as provided in Paragraph 11 herein;
- (g) Owners' failure to maintain adequate insurance for the Property; or
- (h) Owners' failure to comply with any other provision of this Agreement.

An event of default shall result in cancellation of this Agreement as set forth in Paragraphs 13 and 14 herein and payment of the cancellation fee and all property taxes due upon the Assessor-Recorder's determination of the full value of the Property as set forth in Paragraph 14 herein.

13. Cancellation.

City may initiate proceedings to cancel this Agreement if it makes a reasonable determination that Owners have breached any condition or covenant contained in this Agreement or has defaulted as provided in Paragraph 12 herein. In order to cancel this Agreement, the Agricultural Commissioner shall provide written notice to the Owners, the Assessor-Recorder, and the Planning Department of his or her intent to cancel the Agreement. Owners may file a written appeal of this determination with the Clerk of the Board of Supervisors within thirty (30) days of the notification as set forth in San Francisco Administrative Code Section 53A.8. The Board of Supervisors shall determine at a public hearing whether this Agreement should be cancelled.

14. Cancellation Fee.

If the City cancels this Agreement as set forth in Paragraph 13 above or Owners terminate the Agreement as set forth in Paragraph 9 above, Owners shall pay a cancellation fee equal to the cumulative value of the tax benefit received during the duration of the Agreement, as determined by the Assessor-Recorder, as set forth in Government Code Section 51042(a)(2)(B). This fee shall include the cumulative tax owed, including interest. The City Assessor shall determine fair market value of the Property without regard to any restriction imposed on the Property by this Agreement. The cancellation fee shall be paid to the City Tax Collector at such time and in such manner as the City shall prescribe. As of the date of cancellation, the Owners shall pay property taxes to the City without regard to any restriction imposed on the Property by this Agreement and based upon the Assessor's determination of the fair market value of the Property as of the date of cancellation. Owners may appeal payment of this fee to the Board of Supervisors as set forth in San Francisco Administrative Code Section 53A.8. The Board of Supervisors may waive payment of the fee, or any portion thereof, if it determines that the cancellation was caused by extenuating circumstances despite the good faith effort by the Owners to comply with the provisions of the Agreement.

15. Enforcement of Agreement.

In lieu of the above provision to cancel the Agreement, the City may bring an action to specifically enforce or to enjoin any breach of any condition or covenant of this Agreement. Should the City determine that the Owners has breached this Agreement, the City shall give the Owners written notice by registered or certified mail setting forth the grounds for the breach. If the Owners do not correct the breach, or if it does not undertake and diligently pursue corrective action, to the reasonable satisfaction of the City within thirty (30) days from the date of receipt of the notice, then the City may, without further notice, initiate default procedures under this Agreement as set forth in Paragraph 13 and bring any action necessary to enforce the obligations of the Owners set forth in this Agreement. The City does not waive any claim of default by the Owners if it does not enforce or cancel this Agreement.

16. Indemnification.

The Owners shall indemnify, defend, and hold harmless the City and all of its boards, commissions, departments, agencies, agents and employees (individually and collectively, the "City") from and against any and all liabilities, losses, costs, claims, judgments, settlements, damages, liens, fines, penalties and expenses incurred in connection

with or arising in whole or in part from: (a) any accident, injury to or death of a person, loss of or damage to property occurring in or about the Property; (b) the use or occupancy of the Property by the Owners, their Agents or Invitees; (c) the condition of the Property; (d) any construction or other work undertaken by Owners on the Property; or (e) any claims by unit or interval Owners for property tax reductions in excess those provided for under this Agreement. This indemnification shall include, without limitation, reasonable fees for attorneys, consultants, and experts and related costs that may be incurred by the City and all indemnified parties specified in this Paragraph and the City's cost of investigating any claim. In addition to Owners' obligation to indemnify City, Owners specifically acknowledge and agree that they have an immediate and independent obligation to defend City from any claim that actually or potentially falls within this indemnification provision, even if the allegations are or may be groundless, false, or fraudulent, which obligation arises at the time such claim is tendered to Owners by City, and continues at all times thereafter. The Owners' obligations under this Paragraph shall survive termination of this Agreement.

17. Binding on Successors and Assigns.

The covenants, benefits, restrictions, and obligations contained in this Agreement shall be deemed to run with the land and shall be binding upon and inure to the benefit of all successors and assigns in interest of the Owners.

18. Legal Fees.

In the event that either the City or the Owners fail to perform any of their obligations under this Agreement or in the event a dispute arises concerning the meaning or interpretation of any provision of this Agreement, the prevailing party may recover all costs and expenses incurred in enforcing or establishing its rights hereunder, including reasonable attorneys' fees, in addition to court costs and any other relief ordered by a court of competent jurisdiction. Reasonable attorneys fees of the City's Office of the City Attorney shall be based on the fees regularly charged by private attorneys with the equivalent number of years of experience who practice in the City of San Francisco in law firms with approximately the same number of attorneys as employed by the Office of the City Attorney.

19. Governing Law.

This Agreement shall be construed and enforced in accordance with the laws of the State of California.

20. Recordation.

Within 20 days from the date of execution of this Agreement, Owners shall cause this Agreement to be recorded with the Office of the Recorder of the City and County of San Francisco.

21. Amendments.

This Agreement may be amended in whole or in part only by a written recorded instrument executed by the parties hereto in the same manner as this Agreement.

22. No Implied Waiver.

No failure by the City to insist on the strict performance of any obligation of the Owners under this Agreement or to exercise any right, power, or remedy arising out of a breach hereof shall constitute a waiver of such breach or of the City's right to demand strict compliance with any terms of this Agreement.

23. Authority.

If the Owners sign as a corporation or a partnership, each of the persons executing this Agreement on behalf of the Owners does hereby covenant and warrant that such entity is a duly authorized and existing entity, that such entity has and is qualified to do business in California, that the Owner has full right and authority to enter into this Agreement, and that each and all of the persons signing on behalf of the Owners are authorized to do so.

24. Severability.

If any provision of this Agreement is determined to be invalid or unenforceable, the remainder of this Agreement shall not be affected thereby, and each other provision of this Agreement shall be valid and enforceable to the fullest extent permitted by law.

25. Tropical Hardwood Ban.

The City urges companies not to import, purchase, obtain or use for any purpose, any tropical hardwood or tropical hardwood product.

26. Charter Provisions.

This Agreement is governed by and subject to the provisions of the Charter of the City.

27. Signatures. This Agreement may be signed and dated in parts.	
IN WITNESS WHEREOF, the parties hereto have executed th	is Agreement as follows:
CITY AND COUNTY OF SAN FRANCISCO:	
By: Carmen Chu Assessor-Recorder	DATE:
By: Cree Morgan Agricultural Commissioner	DATE:
APPROVED AS TO FORM: DENNIS J. HERRERA CITY ATTORNEY	
By: [NAME] Deputy City Attorney	DATE:
OWNERS	
By: [NAME], Owner	DATE:

[IF MORE THAN ONE OWNER, ADD ADDITIONAL SIGNATURE LINES. ALL OWNERS MUST SIGN AGREEMENT.]

28. Notary Acknowledgment Form

The notarized signature of the majority representative owner or owners, as established by deed or contract, of the subject property or properties is required for the fi ling of this application. (Additional sheets may be att ached.)

County of		
Country of.		
On:	before me, INSERT NAME OF THE OFFICER	,
DATE	INSERT NAME OF THE OFFICER	
NOTARY PUBLIC personally appe	eared:	
tre many appe	NAME(S) OF SIGNER(S)	/
authorized capacity(ies), and that be upon behalf of which the person(s) I certify under PENALTY OF PERJ	ledged to me that he/she/they executed the same in his/her/their by his/her/their signature(s) on the instrument the person(s), or acted, executed the instrument. URY under the laws of the State of California that the foregoing	the entity
authorized capacity(ies), and that be upon behalf of which the person(s) I certify under PENALTY OF PERJ paragraph is true and correct.	by his/her/their signature(s) on the instrument the person(s), or acted, executed the instrument. URY under the laws of the State of California that the foregoing	the entity
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City and County of San Francisco
DEPARTMENT OF PUBLIC HEALTH

ENVIRONMENTAL HEALTH / AGRICULTURE

FOR MORE INFORMATION:

Department of Public Health, Environmental Health / Agriculture attn: Cree Morgan, Agriculture Commissioner 1390 Market Street, Suite 910

San Francisco, CA 94102
cree.morgan@sfdph.org

WEB: http://www.sfdph.org

TEL: 415.252.3950 FAX: 415.252.3869 San Francisco Recreation & Parks Dept. Urban Agriculture Program attn: Hannah Shulman, Program Coordinator

30 Van Ness Avenue, 4th Floor San Francisco, CA 94102 hannah.shulman@sfgov.org

TEL: 415.575.5604

WEB: http://www.sfrecpark.org