

1 [Lease and Use Agreement - Hong Kong Airlines Limited - Estimated Rent of \$740,232.68]

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3 **Resolution approving a 2011 Lease and Use Agreement between Hong Kong Airlines**
4 **Limited, and the City and County of San Francisco, acting by and through its Airport**
5 **Commission, with an estimated rent of \$740,232.68 for exclusive use, plus joint use**
6 **space rent and landing fees, for the lease term expiring on June 30, 2021, to commence**
7 **following Board approval.**

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9 WHEREAS, Hong Kong Airlines Limited (“Hong Kong Airlines”) will commence flight
10 operations at San Francisco International Airport (the “Airport”) on March 25, 2018, pursuant
11 to Airline Operating Permit No. P4668; and

12 WHEREAS, The City and County of San Francisco, acting by and through its Airport
13 Commission (“City”), has entered into a 2011 Lease and Use Agreement (“2011 Lease”) with 53 airlines effective July 1, 2011, for a term of ten years, to provide for the continuation
14 of flight operations and terminal rental by such airlines at the Airport; and

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16 WHEREAS, Hong Kong Airlines desires to become a signatory to the 2011 Lease,
17 which grants it the right to conduct flight operations with City under the same terms and
18 conditions as other signatory airlines, except that the term will be approximately three years
19 and three months to commence on the first day of the month in which full approval by the City
20 is granted; and

21 WHEREAS, Hong Kong Airlines will rent approximately 900 square feet of Exclusive
22 Use Space and will use the International Terminal Joint Use Spaces and support facilities, as
23 summarized on Attachment A; and

24 WHEREAS, On January 16, 2018, the Airport Commission adopted Resolution
25 No. 18-0015 approving a 2011 Lease with Hong Kong Airlines; and

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WHEREAS, Hong Kong Airlines is in compliance with Chapter 12B of the City's Administrative Code and other City contracting requirements; and

WHEREAS, A copy of the 2011 Lease is on file with the Clerk of the Board of Supervisors in File No. 180283, which is hereby declared to be a part of this resolution as if set forth fully herein; now, therefore, be it

RESOLVED, That this Board of Supervisors approves 2011 Lease No. 18-0015 with Hong Kong Airlines; and, be it

FURTHER RESOLVED, That within 30 days of the 2011 Lease being fully executed by all parties, the Airport Commission shall provide a copy of the final 2011 Lease to the Clerk of the Board for inclusion into the official file.

ATTACHMENT A

EXCLUSIVE USE SPACE (in square feet)

EXCLUSIVE USE	CATEGORIES OF RENT					TOTAL
	I	II	III	IV	V	
International Terminal	-0-	900	-0-	-0-	-0-	900

JOINT USE SPACE (in square feet)

JOINT USE	CATEGORIES OF RENT					TOTAL
	I	II	III	IV	V	
International Terminal	133,794	214,307	12,025	265,400	1,888	627,414

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City and County of San Francisco

Tails
Resolution

City Hall
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

File Number: 180283

Date Passed: May 22, 2018

Resolution approving a 2011 Lease and Use Agreement between Hong Kong Airlines Limited, and the City and County of San Francisco, acting by and through its Airport Commission, with an estimated rent of \$740,232.68 for exclusive use, plus joint use space rent and landing fees, for the lease term expiring on June 30, 2021, to commence following Board approval.

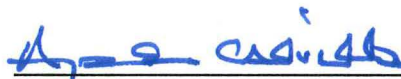
May 10, 2018 Budget and Finance Sub-Committee - RECOMMENDED

May 22, 2018 Board of Supervisors - ADOPTED

Ayes: 11 - Breed, Cohen, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Stefani, Tang and Yee

File No. 180283

I hereby certify that the foregoing Resolution was ADOPTED on 5/22/2018 by the Board of Supervisors of the City and County of San Francisco.


Angela Calvillo
Clerk of the Board


Mark E. Farrell
Mayor


Date Approved