Resolution approving and authorizing the execution of Lease No. L13-0071 for a portion of the SuperBay Hangar and appurtenant land to be occupied by American Airlines, Inc., at Plot 40 at the San Francisco International Airport for \$4,355,869

[Lease - American Airlines, Inc. - \$4,355,869 Annually]

annually for a term of three-years, to commence following Board approval, with two

one-year options.

WHEREAS, American Airlines, Inc. ("American") occupies a portion of the SuperBay Hangar and appurtenant land at Plot 40 for aircraft maintenance, aircraft and employee parking, ground service equipment ("GSE") maintenance and related activities pursuant to Lease L04-0221, approved by Commission Resolution No. 04-0221, adopted on November 2, 2004, and Board of Supervisors' Resolution No. 57-05, adopted January 25, 2005; and,

WHEREAS, The aforementioned lease has a term a four and one/half years that expired on June 30, 2009 and is currently on hold over status; and

WHEREAS, American wishes to enter into a new lease to continue its aircraft maintenance, GSE maintenance and related activities; and

WHEREAS, Airport staff and American have negotiated a lease with a term of three-years with two (2) one-year options for approximately one hundred sixty six thousand eight hundred (166,800) square feet of hangar space and twenty three and fifty eight one hundredths (23.58) acres of land, and eleven thousand five hundred (11,500) square feet of GSE space at Plot 40 (the "Lease") at a rent of \$4,355,869.00 per annum; and

WHEREAS, On April 2, 2013, pursuant to Resolution No. 13-0071, the Airport Commission approved the Lease with American. A copy of the form of the Lease is on file

with the Clerk of the Board of Supervisors in File No. <u>130777</u>, which is hereby declared to be a part of this resolution as is set forth fully herein; now, therefore, be it

RESOLVED, That this Board of Supervisors hereby approves the three (3) year Lease with two one-year options for a portion of the SuperBay Hangar and appurtenant land at Plot 40 between American Airlines and the City and County of San Francisco, acting by and through its Airport Commission, and, be it

FURTHER RESOLVED, That within thirty (30) days of the lease being fully executed by all parties, the Director of the Airport shall provide the final lease to the Clerk of the Board for inclusion into the official file.



## City and County of San Francisco **Tails**

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

## Resolution

File Number:

130777

Date Passed: October 22, 2013

Resolution approving and authorizing the execution of Lease No. L13-0071 for a portion of the SuperBay Hangar and appurtenant land to be occupied by American Airlines, Inc., at Plot 40 at the San Francisco International Airport for \$4,355,869 annually for a term of three-years, to commence following Board approval, with two one-year options.

October 09, 2013 Budget and Finance Committee - RECOMMENDED

October 22, 2013 Board of Supervisors - ADOPTED

Ayes: 9 - Avalos, Breed, Campos, Chiu, Cohen, Farrell, Mar, Tang and Yee Excused: 2 - Kim and Wiener

File No. 130777

I hereby certify that the foregoing Resolution was ADOPTED on 10/22/2013 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

**Date Approved**