

1 [Agreement Extension - Airport Luggage Cart Lease and Operating Agreement - Smarte
2 Carte, Inc. - Not to Exceed \$4,250,605]

3 **Resolution approving a two-year term extension for Luggage Cart Lease and**
4 **Operating Agreement No. 11-0301, between Smarte Carte, Inc., and the City and**
5 **County of San Francisco, acting by and through its Airport Commission, for a total**
6 **term July 1, 2012, through June 30, 2019, in an amount not to exceed \$4,250,605.**

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8 WHEREAS, On May 15, 2012, by Resolution No. 176-12, this Board of Supervisors
9 approved the Airport Commission’s award of the Luggage Cart Lease and Operating
10 Agreement No. 11-0301 (“Agreement”) to Smarte Carte, Inc. (“Smarte Carte”) for luggage cart
11 rental to passengers at San Francisco International Airport (“Airport”), and the provision of
12 courtesy luggage carts in the Airport’s federal inspection services area; and

13 WHEREAS, The Agreement has an initial term of five years, expiring on June 30, 2017,
14 with one option term of two years exercisable by the Airport Commission, and a net not to
15 exceed amount of \$9,406,000 over the initial five-year term; and

16 WHEREAS, A copy of the Agreement is on file with the Clerk of the Board of
17 Supervisors in File No. 120015; and

18 WHEREAS, On December 20, 2016, by Airport Commission Resolution No. 16-0333,
19 the Airport Commission exercised the two-year extension option, thereby extending the term
20 of the Agreement to June 30, 2019, under the existing terms and conditions of the Agreement;
21 and

22 WHEREAS, The Airport’s net payment to Smarte Carte over the two-year extension
23 term will not exceed \$4,250,605, which amount reflects the difference between the service fee
24 paid by the Airport to Smarte Carte for the provision of courtesy luggage carts in the federal
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1 inspection services area, and the anticipated rent to be paid by Smarte Carte to the Airport;
2 now, therefore, be it

3 RESOLVED, That this Board of Supervisors hereby approves the two-year extension of
4 the Agreement, for an extension term of July 1, 2017, through June 30, 2019, and a net not to
5 exceed amount of \$4,250,605.

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