

1 [Airport Lease Amendments - Concessions]

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3 **Resolution approving Amendment No. 2 to Boarding Area E Candy Kiosk Lease No.**  
4 **08-0016 with Pacific Gateway Concessions, LLC; Terminal 3 Specialty Store Lease B**  
5 **No. 04-0167 with Marilla Chocolate Company; Airport Spa Lease No. 06-0242 with**  
6 **XpresSpa SF International, LLC; and Amendment No. 3 to Technology Stores and**  
7 **Accessories Lease No. 07-0108 with ILJ San Francisco, LLC, and the City and County**  
8 **of San Francisco, acting by and through its Airport Commission for a term of five years**  
9 **retroactively to May 1, 2012.**

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11 WHEREAS, The Airport has closed Boarding Area E for approximately two and one  
12 half years for major renovations; and

13 WHEREAS, During this renovation, PGC, Marilla, XpresSpa and ILJ's facilities will be  
14 demolished and tenants will be responsible for building new premises; and

15 WHEREAS, The Airport Commission approved Resolution Nos. 12-0204, 12-0205,  
16 12-0206, and 12-0207, which includes replacement premises in Boarding Area E,  
17 reimbursement of unamortized investments, and a new commencement date of the Five (5)  
18 year term, now, therefore, be it

19 RESOLVED, That the Board of Supervisors hereby approves, retroactively to May 1,  
20 2012, Amendment No. 2, to Lease No. 08-0016 with PGC; Lease No. 04-0167 with Marilla;  
21 Lease No. 06-0242 with XpresSpa; and Amendment No. 3 to Lease No. 07-0108 with ILJ, as  
22 follows:

23 1. Replacement Premises. Original premises shall be replaced with premises of  
24 comparable size in Boarding Area E ("Replacement Premises").

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1           2. Commencement of Five (5) Year Term. New Lease rent commencement date shall  
2           be the earlier date of (i) the Replacement Premises are open for business or (ii) the  
3           majority of gates in Boarding Area E are occupied (“Commencement Date”).

4           3. Reimbursement of Unamortized Construction Costs.

- 5                     • PGC to be reimbursed in the amount of Sixty Two Thousand Nine Hundred  
6                     Forty Two Dollars (\$62,942)
- 7                     • ILJ to be reimbursed in the amount of Two Hundred and Six Thousand Four  
8                     Hundred and Sixty One Dollars (\$206,461)

9           FURTHER RESOLVED, That the Airport Director shall take all steps necessary to  
10          implement such Amendment No. 2 and 3 to the Leases, including execution of the appropriate  
11          documents.

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14          JR:cc  
15          bcc: a/c/f/DSS/J. Reeb  
16          X:\Projects\Terminal 3\BAE\BoS\Amend 2 Retail\BAE Amend 2 Retail Res.doc

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