

AIRPORT COMMISSION
CITY AND COUNTY OF SAN FRANCISCO
RESOLUTION NO. 20-0249

APPROVAL OF AMENDMENT NO. 2 TO THE BOARDING AREA F SPECIALTY STORE LEASE NO. 12-0086 WITH STELLAR PARTNERS, INC.

- WHEREAS, on April 17, 2012, by Resolution No. 12-0086, the Airport Commission (Commission) awarded the Boarding Area F Specialty Store Lease to Avila Retail Development and Management, LLC (Avila) for a term of seven years, which expired on December 31, 2019 (Lease); and
- WHEREAS, on August 7, 2018, by Resolution No. 18-0257, the Commission approved assignment of the Lease from Avila to Stellar Partners, Inc. (Stellar); and
- WHEREAS, on October 6, 2020, by Resolution No. 20-0180, the Commission adopted the COVID-19 Emergency Rent Relief Program for Airport Concession Tenants, which will be memorialized in Amendment No. 1 to the Lease; and
- WHEREAS, Stellar is currently operating under a month-to-month holdover tenancy; and
- WHEREAS, Staff has determined that, due to the COVID-19 pandemic and the resulting severe decline in enplanements and concession traffic, commencing a new Request for Proposals process for this Lease would not be prudent because there would not be sufficient interest to conduct a strong competitive process; and
- WHEREAS, extending the term of the Lease is necessary to avoid losing concessions, preserve customer service, and maintain revenue; now, therefore, be it
- RESOLVED, that this Commission hereby approves Amendment No. 2 to the Boarding Area F Specialty Store Lease No. 12-0086 with Stellar Partners, Inc., extending the term to June 30, 2023 with the condition that the Airport Director, at his sole and absolute discretion, may terminate earlier by providing six months' advance written notice; and, be it further
- RESOLVED, that this Commission hereby directs the Commission Secretary to seek approval of Lease Amendment No. 2 from the Board of Supervisors pursuant to Section 9.118 of the Charter of the City and County of San Francisco.

I hereby certify that the foregoing resolution was adopted by the Airport Commission
at its meeting of _____

DEC 15 2020


Secretary