

AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 19-0065

**CORRECTION OF THE TERM FOR THE TERMINAL 1 RETAIL CONCESSION LEASE NO. 3 –
SPECIALTY RETAIL WITH EMPORIO RULLI, INC., AS ADOPTED BY COMMISSION
RESOLUTION NO. 18-0395**

WHEREAS, on December 18, 2018, by Resolution No. 18-0395, this Commission (Commission) awarded the Terminal 1 Retail Concession Lease No. 3 - Specialty Retail to Emporio Rulli, Inc. (Lease) with a term of seven years; and

WHEREAS, Resolution No. 18-0395 omitted the two 1-year options to extend the term; and

WHEREAS, Staff is seeking Commission authorization to correct the lease term from seven years to seven years with two options to extend the lease term by one year each, exercisable by the Airport Commission, and for this Resolution to replace Resolution No. 18-0395; now, therefore, be it

RESOLVED, that this Commission hereby authorizes the correction of the lease term for the Terminal 1 Retail Concession Lease No. 3 - Specialty Retail from seven years to seven years with two options to extend the lease term by one year each, exercisable by the Airport Commission; and be it further

RESOLVED, that this Resolution replaces Resolution No. 18-0395.

*I hereby certify that the foregoing resolution was adopted by the Airport Commission
at its meeting of* MAR 19 2019


Secretary



MEMORANDUM

March 19, 2019

TO: AIRPORT COMMISSION
Hon. Larry Mazzola, President
Hon. Linda S. Crayton, Vice President
Hon. Eleanor Johns
Hon. Richard J. Guggenhime
Hon. Malcolm Yeung

FROM: Airport Director

SUBJECT: Correction of the Lease Term for the Terminal 1 Retail Concession Lease No. 3 – Specialty Retail with Emporio Rulli, Inc., as adopted by Commission Resolution No. 18-0395

DIRECTOR’S RECOMMENDATION: ADOPT THE ATTACHED RESOLUTION TO CORRECT THE LEASE TERM FOR THE TERMINAL 1 RETAIL CONCESSION LEASE NO. 3 WITH EMPORIO RULLI, INC., PREVIOUSLY AWARDED BY THE COMMISSION THROUGH RESOLUTION NO. 18-0395.

Executive Summary

Staff is seeking Commission authorization to correct the previous award of the Terminal 1 Retail Concession Lease No. 3 – Specialty Retail with Emporio Rulli, Inc. to reflect a lease term of seven years with two 1-year options. The attached resolution will make the correction by replacing Resolution No. 18-0395.

Background

On December 18, 2018, by Resolution No. 18-0395, the Airport Commission (Commission) awarded the Terminal 1 Retail Concession Lease No. 3 – Specialty Retail (Lease) with Emporio Rulli, Inc. with a lease term of seven years. The adopted resolution omitted the two 1-year options provided for in the Request for Proposals and the Lease. The resolution should have stated a lease term of seven years, with two options to extend the term by one year each, exercisable by the Commission. The attached resolution will replace Resolution No. 18-0395.

Recommendation

I recommend adoption of the attached resolution that corrects the lease term for the Terminal 1 Retail Concession Lease No. 3 – Specialty Retail – with Emporio Rulli, Inc., from seven years to seven years with two 1-year options. This resolution will replace Resolution No. 18-0395.



Ivar C. Satero
Airport Director

Prepared by: Leo Fermin
Chief Business & Finance Officer

Attachment

THIS PRINT COVERS CALENDAR ITEM NO. 15

The Selection Process

On October 20, 2017 the City and County of San Francisco (the "City") Controller's Office issued a Request for Qualifications No. CON2017-13 for Audit Services (the "City RFQ"), in order to establish pools of pre-qualified firms to provide City departments with audit services.


On December 11, 2017, the City established two pools of pre-qualified firms for a period of two years, through December 10, 2019, in the following Service Areas: 1: Performance Audit, Financial Audit and Attestation Engagement Services; and 2: Forensic Accounting and Investigative Services. Kevin Harper was selected from Service Area 1.

On November 1, 2018, based on the Airport's proposed scope of work, the City Controller's Office granted the Airport permission to access the city-wide prequalified pool of consultants.

The City RFQ requires a minimum 10% Local Business Enterprise subcontracting requirement.

Recommendation

I recommend the Commission award Contract No. 50091.01 for Fixed Assets Review Services to Kevin Harper in an amount not to exceed \$210,000 for a period of two years.



Ivar C. Satero
Airport Director

Prepared by: Leo Fermin
Chief Business & Finance Officer

Attachment