

AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 10-0232

**AWARD OF THE TERMINAL 2 NEWSSTANDS, COFFEE, AND SPECIALTY STORES LEASE TO HOST INTERNATIONAL, INC. FOR A MINIMUM ANNUAL GUARANTEE OF \$1,126,000.00 FOR THE FIRST YEAR OF THE LEASE**

WHEREAS, by Resolution No. 10-0044, adopted February 18, 2010, the Airport Commission authorized staff to commence the competitive selection process for the Terminal 2 Newsstands, Coffee, and Specialty Stores Lease ("Lease") through a Request for Proposal ("RFP"); and

WHEREAS, by Resolution No. 10-0131, adopted March 16, 2010, the Commission authorized staff to accept proposals; and

WHEREAS, on March 31, 2010, staff received four (4) proposals from the following companies:

- Host International, Inc.;
- Hudson-CCP SFO T2, JV;
- Pacific Gateway Concessions, LLC;
- The Paradies Shops, Inc.; and

WHEREAS, the Terminal 2 Retail Blue Ribbon Panel reviewed the qualifying proposals and determined Host International, Inc. to be the highest ranking, responsive, and responsible proposer; and

WHEREAS, Host International, Inc. holds 49% interest in the Bay Area Restaurant Group, JV, and the award of the Lease is subject to Host International, Inc.'s – representing itself as well as the Bay Area Restaurant Group, JV – joining the multi-employer bargaining association; now, therefore, be it

RESOLVED, that the Airport Commission hereby awards the Terminal 2 Newsstands, Coffee, and Specialty Stores Lease to Host International, Inc. under the conditions set forth in the staff memorandum on file with the Commission Secretary, including, but not limited to, a term of ten (10) years and a Minimum Annual Guarantee of \$1,126,000.00 for the first year of the Lease, subject to its compliance with the Nondiscrimination in Employment Program and Equal Benefits Ordinance and Host International, Inc. and the Bay Area Restaurant Group, JV's membership in the Airport Restaurant Employer's Council; and, be it further

RESOLVED, that this Commission Secretary is hereby directed to request approval of the Lease by Resolution of 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* \_\_\_\_\_

JUL 06 2010

  
Secretary