[Early Termination - Airport Concession Domestic Terminal Food and Beverage Program Lease - Sistina II, LP]

Resolution approving an early termination of the Domestic Terminal Food and Beverage Program Lease No. 03-0197, between Sistina II, LP, and the City and County of San Francisco, acting by and through its Airport Commission.

WHEREAS, On September 29, 2003, by Airport Commission Resolution No. 03-0197, Creative Host Services, Inc. was awarded the Domestic Terminal Food and Beverage Program Lease No. 03-0197 ("Lease") for one food and beverage facility located pre-security in Terminal 1 of the San Francisco International Airport; and

WHEREAS, The Lease was assigned to Sistina II, LP which is currently operating as "PiQ" ("PiQ"), an Italian bakery and pizzeria; and

WHEREAS, The PiQ premises are scheduled for demolition in mid-2016, prior to the July 14, 2017 lease expiration date, in order to accommodate the Terminal 1 Redevelopment Program; and

WHEREAS, The Airport design and construction team working on the Terminal 1
Redevelopment Program can benefit from gaining the PiQ premises sooner than mid-2016;
and

WHEREAS, PiQ is amenable to an early lease termination because it has struggled financially since its inception and sales continue to decline with passengers relocating to other terminals; and

WHEREAS, PiQ will engage with Local 2 to ensure its staff is placed in other facilities at the Airport; and

WHEREAS, On October 27, 2015, by Resolution No. 15-0233, the Airport Commission approved an early termination agreement with PiQ effective upon approval of the Board of Supervisors; now, therefore, be it

RESOLVED, That the Termination of Lease Agreement is on file with the Clerk of the Board of Supervisors in File No. <u>151222</u>, which is hereby declared to be a part of this resolution as if set forth fully herein; and, be it

FURTHER RESOLVED, That within thirty (30) days of the Termination of Lease Agreement being fully executed by all parties, the Airport Commission shall provide the final document to the Clerk of the Board for inclusion into the official file.



City and County of San Francisco **Tails**

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

Resolution

File Number:

151222

Date Passed: January 26, 2016

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January 20, 2016 Budget and Finance Committee - RECOMMENDED

January 26, 2016 Board of Supervisors - ADOPTED

Ayes: 11 - Avalos, Breed, Campos, Cohen, Farrell, Kim, Mar, Peskin, Tang, Wiener and Yee

File No. 151222

I hereby certify that the foregoing Resolution was ADOPTED on 1/26/2016 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Date Approved