

AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 17-0319

**APPROVAL OF AMENDMENT NO. 2 TO THE ELECTRONICS AND TECHNOLOGY STORES IN TERMINAL 2 AND TERMINAL 3 LEASE NO. 10-0038 WITH INMOTION ENTERTAINMENT GROUP, LLC**

- WHEREAS, on February 18, 2010, by Resolution No. 10-0038, the Commission awarded the Electronics and Technology Stores Lease ("Lease") to Edge 1 Cellular, LP, for a term of seven years, for two facilities in Terminal 2 and Terminal 3 West ("T3 West"); and
- WHEREAS, on December 6, 2011, by Resolution No. 11-0291, the Commission approved Amendment No. 1 to the Lease, amending the rental provisions of the Lease; and
- WHEREAS, on December 3, 2013, by Resolution No. 13-0259, the Commission consented to the assignment of the Lease from Edge 1 Cellular, LP to InMotion Entertainment Group, LLC; and
- WHEREAS, the Lease will expire on May 31, 2018; and
- WHEREAS, the next planned Terminal 3 renovation will include a new concessions program in T3 West and between Gates 84 and 90 as part of the T3 West expansion project, and it is anticipated that base building work will commence in this area sometime between December 2018 and December 2020; and
- WHEREAS, given the impending T3 West project, commencing a competitive process to select new concessionaires is not practical, as there is not adequate time to amortize capital investment in a new build-out; and
- WHEREAS, extending the Lease for a limited period without interruption prior to the commencement of the T3 West project is necessary to preserve customer service and maintain revenue; now, therefore, be it
- RESOLVED, that this Commission hereby approves Amendment No. 2 to the Electronics and Technology Stores in Terminal 2 and Terminal 3 Lease No. 10-0038 with InMotion Entertainment Group, LLC, extending the term of the T3 West location to December 31, 2020, with a condition that 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 9.1118 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 19 2017



Secretary