

AIRPORT COMMISSION
CITY AND COUNTY OF SAN FRANCISCO
RESOLUTION NO. 19-0200

**APPROVAL OF AMENDMENT NO. 1 TO THE TERMINAL 1 RETAIL CONCESSION
LEASE 7 WITH SKYLINE CONCESSIONS, INC. DBA SKYLINE NEWS**

- WHEREAS, on July 10, 2018, by Resolution No. 18-0208, the Airport Commission (Commission) awarded the Terminal 1 Retail Concession Lease 7 (Lease) to Skyline Concessions, Inc. (Tenant); and
- WHEREAS, the Lease has a term of seven years with two 1-year options, and Staff has determined that the development costs exceeded supportable underwriting standards related to sales projections, rent structure and the term of the Lease; and
- WHEREAS, Staff proposes extending the Lease by two years to improve the financial health of the Lease by allowing for a longer development cost amortization period; and
- WHEREAS, Tenant has agreed to enter into an amendment so extending the term of the Lease; now, therefore, be it
- RESOLVED, that this Commission hereby approves Amendment No. 1 to the Lease with Skyline Concessions, Inc., extending the base operating term of the Lease to July 31, 2028; and, be it further
- RESOLVED, that the Commission Secretary is hereby directed to request approval of Amendment No. 1 to the Lease by Resolution of the Board of Supervisors pursuant to Section 9.118 of the Charter of the City & County of San Francisco.

*I hereby certify that the foregoing resolution was adopted by the Airport Commission
at its meeting of* SEP 10 2019


Secretary