

AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 19-0223

APPROVAL OF AMENDMENT NO. 1 TO THE INTERNATIONAL TERMINAL FOOD AND BEVERAGE CONCESSION LEASE 10 WITH MIDFIELD CONCESSION ENTERPRISES, INC. DBA ROASTING PLANT

WHEREAS, on January 19, 2016, by Resolution No. 16-0020, the Airport Commission (Commission) awarded the International Terminal Food and Beverage Concession Lease 10 (Lease) to Midfield Concession Enterprises, Inc. (Tenant); and

WHEREAS, the Lease has a term of seven years with three 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 Midfield Concession Enterprises, Inc., extending the base operating term of the Lease to August 31, 2026; 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