

1 [Concession Lease Amendment - DFS Group, LP dba DFS Watches - Extending Base
2 Operating Term - \$380,000 Minimum Annual Guarantee]

3 **Resolution approving Amendment No. 1 to the International Terminal Newsstand and**
4 **Specialty Retail Concession Lease 3, Lease No. 17-0209, between DFS Group, LP, dba**
5 **DFS Watches, and the City and County of San Francisco, acting by and through its**
6 **Airport Commission, to extend the base operating term of the Lease by two years for a**
7 **total term of February 1, 2019, through January 31, 2028, with no change to the**
8 **minimum annual guarantee of \$380,000 with two one-year options to extend.**

9
10 WHEREAS, On September 5, 2017, by Resolution No. 17-0209, the Airport
11 Commission (Commission) awarded the International Terminal Newsstand and Specialty
12 Retail Concession Lease (Lease) to DFS Group, LP dba DFS Watches (Tenant); and

13 WHEREAS, On April 3, 2018, by Resolution No. 78-18, the Board of Supervisors
14 approved the Lease; and

15 WHEREAS, On September 10, 2019, by Resolution No. 19-0213, the Commission
16 approved Amendment No. 1 to the Lease with Tenant to extend the base operating term of
17 the Lease by two years for a new expiration date of January 31, 2028, intended to improve
18 the financial health of the Lease by allowing for a longer development cost amortization
19 period; now, therefore, be it

20 RESOLVED, That the Board of Supervisors hereby approves Amendment No. 1 to the
21 International Terminal Newsstand and Specialty Retail Concession Lease 3, Lease
22 No. 17-0209 with DFS Group, LP, copies of which are contained in Board of Supervisors' File
23 No. 200191; and, be it

1 FURTHER RESOLVED, That within thirty (30) days of the Amendment No. 1 being
2 fully executed by all parties, the Airport Commission shall provide a copy of the final
3 Amendment No. 1 to the Clerk of the Board for inclusion into the official file.

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City and County of San Francisco

Tails

Resolution

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

File Number: 200191

Date Passed: October 06, 2020

Resolution approving Amendment No. 1 to the International Terminal Newsstand and Specialty Retail Concession Lease 3, Lease No. 17-0209, between DFS Group, LP, dba DFS Watches, and the City and County of San Francisco, acting by and through its Airport Commission, to extend the base operating term of the Lease by two years for a total term of February 1, 2019, through January 31, 2028, with no change to the minimum annual guarantee of \$380,000 with two one-year options to extend.

September 30, 2020 Budget and Finance Committee - RECOMMENDED

October 06, 2020 Board of Supervisors - ADOPTED

Ayes: 11 - Fewer, Haney, Mandelman, Mar, Peskin, Preston, Ronen, Safai, Stefani, Walton and Yee

File No. 200191

I hereby certify that the foregoing Resolution was ADOPTED on 10/6/2020 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

London N. Breed
Mayor

10/16/20

Date Approved