NOTE:

[Waiving Competitive Process Requirement - Lease Agreement - Amoura International, Inc. - Interim Employee Café]

Ordinance waiving the competitive process requirement of Administrative Code, Section 2A.173, for a lease agreement between Amoura International, Inc., and the City and County of San Francisco, by and through its Airport Commission, for an interim employee café at Airport Terminal 1.

Unchanged Code text and uncodified text are in plain Arial font.

Additions to Codes are in single-underline italics Times New Roman font.

Deletions to Codes are in strikethrough italics Times New Roman font.

Board amendment additions are in double-underlined Arial font.

Board amendment deletions are in strikethrough Arial font.

Asterisks (\* \* \* \*) indicate the omission of unchanged Code subsections or parts of tables.

Be it ordained by the People of the City and County of San Francisco:

Section 1. Background and Findings. The employee café offers a healthy, low-cost food and beverage option for employees at San Francisco International Airport ("Airport"). Amoura International, Inc. ("Amoura") has operated the employee café in Terminal 1 since June 2011. The employee café will be demolished in <u>fall summer</u> 2016 as part of the Terminal 1 Redevelopment Program. The Airport has identified a temporary replacement location in Terminal 1, and Amoura has agreed to continue its operations under an interim employee café lease ("Lease") until the Terminal 1 Redevelopment Program is completed and a request for proposals process for a lease at a permanent location can be initiated and completed.

The Airport Commission ("Commission") conditionally approved the Lease on March 1, 2016, by Commission Resolution No. 16-0071, as amended on October 4, 2016, by Commission Resolution No. 16-0258. Copies of the Lease and Commission Resolutions are on file with the Board of Supervisors in File No. 160769. The Lease has a three-year term,

term, with two one-year options to extend exercisable by the Commission, and a minimum annual guarantee of \$36,000.00.

The Commission found that approval of the Lease with Amoura without a competitive process was reasonable and appropriate because it would allow the existing operator to continue to provide a healthy, low-cost food and beverage offering to employees during the Terminal 1 Redevelopment Program, and the three-year term of the Lease was not long enough to create an attractive business offering for a competitive process. The Commission approved the Lease subject to waiver by the Board of Supervisors of the competitive process requirement of Administrative Code Section 2A.173.

Section 2. Exemption From Competitive Process Requirement. Under the circumstances and for the reasons stated in Section 1 of this Ordinance, the Lease described in Section 1 is hereby exempted from the competitive process requirement of Administrative Code Section 2A.173. This exemption is provided for the sole and limited purpose of effectuating the Lease as approved by the San Francisco Airport Commission under Resolutions No. 16-0071 and No. 16-0258.

Section 3. Effective Date. This Ordinance shall become effective 30 days after enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board of Supervisors overrides the Mayor's veto of the ordinance.

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APPROVED AS TO FORM: DENNIS J. HERRERA, City Attorney

Deputy City Attorney

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23 By:

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## City and County of San Francisco Tails

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

**Ordinance** 

File Number:

160769

Date Passed: October 18, 2016

Ordinance waiving the competitive process requirement of Administrative Code, Section 2A.173, for a lease agreement between Amoura International, Inc., and the City and County of San Francisco, by and through its Airport Commission, for an interim employee café at Airport Terminal 1.

September 21, 2016 Budget and Finance Committee - RECOMMENDED

September 27, 2016 Board of Supervisors - CONTINUED

Ayes: 10 - Breed, Campos, Cohen, Farrell, Kim, Mar, Peskin, Tang, Wiener and

Yee

Excused: 1 - Avalos

October 04, 2016 Board of Supervisors - AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

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

October 04, 2016 Board of Supervisors - PASSED ON FIRST READING AS AMENDED

Ayes: 7 - Farrell, Kim, Mar, Peskin, Tang, Wiener and Yee

Noes: 4 - Avalos, Breed, Campos and Cohen

October 18, 2016 Board of Supervisors - FINALLY PASSED

Ayes: 7 - Farrell, Kim, Mar, Peskin, Tang, Wiener and Yee

Noes: 4 - Avalos, Breed, Campos and Cohen

I hereby certify that the foregoing Ordinance was FINALLY PASSED on 10/18/2016 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

**Date Approved**