

1 [Lease Amendment - Airport Concession Lease - WDFG North America, LLC]
2

3 **Resolution approving Amendment No. 1 to the International Terminal and Terminal 3**
4 **Newsstands / Café Lease No. 12-0085 between WDFG North America, LLC, and the**
5 **City and County of San Francisco, acting by and through its Airport Commission, to**
6 **reduce the total square footage, reimburse for unamortized construction costs, and**
7 **reduce the minimum annual guarantee portion of the rent and annual promotional**
8 **charge in proportion to the net reduction in square footage.**
9

10 WHEREAS, On April 17, 2012, by Resolution No. 12-0085, the Airport Commission
11 awarded the International Terminal and Terminal 3 Newsstands / Café Lease No. 12-0085
12 (“Lease”), under which WDFG North America, LLC (“WDFG”) currently operates four
13 newsstands and a café at San Francisco International Airport (the “Airport”); and

14 WHEREAS, By Resolution No. 102-13 adopted on April 9, 2013, this Board of
15 Supervisors approved the Lease, a copy of which is on file with the Clerk of the Board in File
16 No. 121192; and

17 WHEREAS, In order to accommodate the Airport’s planned passenger screening
18 checkpoint expansion project in the International Terminal, the Airport and WDFG desire to
19 amend the Lease to relocate two of WDFG’s newsstands and its café, and to close another of
20 its newsstands; and

21 WHEREAS, On February 21, 2017, by Resolution No. 17-0033, the Airport
22 Commission approved Amendment No. 1 to the Lease; now, therefore, be it

23 RESOLVED, That the Board of Supervisors approves Amendment No. 1 to the Lease,
24 which (1) reduces the total square footage of the WDFG leasehold space by approximately
25 11%, (2) reimburses WDFG for unamortized construction costs in an amount not to exceed

1 \$937,961.00 in the form of a rental credit, and (3) reduces the minimum annual guarantee
2 portion of the rent and the annual promotional charge in proportion to the net reduction in the
3 square footage of the premises; and, be it

4 FURTHER RESOLVED, That within thirty (30) days of the amendment being fully
5 executed by all parties, the Airport Commission shall provide the final amendment to the Clerk
6 of the Board for inclusion into the official file.

7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25



City and County of San Francisco
Tails
Resolution

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

File Number: 170432

Date Passed: June 13, 2017

Resolution approving Amendment No. 1 to the International Terminal and Terminal 3 Newsstands / Café Lease No. 12-0085 between WDFG North America, LLC, and the City and County of San Francisco, acting by and through its Airport Commission, to reduce the total square footage, reimburse for unamortized construction costs, and reduce the minimum annual guarantee portion of the rent and annual promotional charge in proportion to the net reduction in square footage.

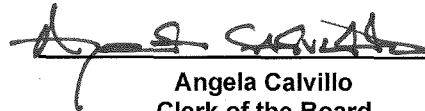
June 01, 2017 Budget and Finance Committee - RECOMMENDED

June 13, 2017 Board of Supervisors - ADOPTED

Ayes: 11 - Breed, Cohen, Farrell, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Tang and Yee

File No. 170432

I hereby certify that the foregoing
Resolution was ADOPTED on 6/13/2017 by
the Board of Supervisors of the City and
County of San Francisco.


Angela Calvillo
Clerk of the Board


Mayor

6 / 22 / 17
Date Approved