



Los Angeles
World Airports

December 14, 2020

The Honorable City Council
of the City of Los Angeles
City Hall, Room 395
Los Angeles, CA 90012

LAX

Van Nuys

City of Los Angeles

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Mayor

Board of Airport
Commissioners

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Justin Erbacci
Chief Executive Officer

Subject: Second Letter Agreements amending Concession Agreements LAA-8586 and LAA-8587 with Host International, Inc. at Los Angeles International Airport

Pursuant to Section 606 of the City Charter, enclosed for your approval are the Second Letter Agreements for the Concessionaire Relief Program amending Concession Agreements LAA-8586 and LAA-8587 with Host International, Inc., which were approved by the Board of Airport Commissioners at its December 10, 2020 meeting. There is no impact to the General Fund.

RECOMMENDATIONS FOR CITY COUNCIL:

1. Adopt the determination by said Board that the action is administratively exempt from California Environmental Quality Act (CEQA) requirements pursuant to Article II, Section 2.f of the Los Angeles City CEQA Guidelines; and
2. Approve Second Letter Agreements for the Concessionaire Relief Program amending Concession Agreements LAA-8586 and LAA-8587 with Host International, Inc. at Los Angeles International Airport, to [i] abate or adjust the Minimum Annual Guarantee through June 30, 2021, [ii] defer Storage Rent through December 31, 2020 and allow payback of deferred Storage Rent to commence January 1, 2021, [iii] extend the expiration dates of said Concession Agreements by twenty-four (24) months, and [iv] authorize the Chief Executive Officer to have two (2) consecutive twelve (12)-month options to delay the required mid-term refurbishment dates, in his or her sole discretion; and
3. Concur with said Board's action on December 10, 2020, by Resolution 27170, authorizing the Chief Executive Officer, or designee, of Los Angeles World Airports to execute said Second Letter Agreements amending Concession Agreements LAA-8586 and LAA-8587.

Very truly yours,


Grace Miguel, Commission Executive Assistant II
BOARD OF AIRPORT COMMISSIONERS

GM/lfc

Enclosures

cc: Trade, Travel and Tourism Committee
Councilmember Buscaino, e-file
Councilmember Bonin, e-file
Councilmember Krekorian, e-file
CAO (Airport Analyst), e-file
CLA (Airport Analyst), e-file
City Clerk's Office, e-file

