

CATEGORIACAL EXEMPTION and TRADE, TRAVEL AND TOURISM COMMITTEE REPORT relative to Los Angeles World Airports (LAWA) Board Resolution No. 28175 and proposed Tenth Amendment to Concession Agreement LAA-8613 and proposed Eighth Amendment to Concession Agreement LAA-8640 between LAWA and URW Airports, LLC, for Terminal Commercial Management at the Los Angeles International Airport (LAX).

Recommendations for Council action:

1. APPROVE LAWA Board Resolution No. 28175 authorizing a Tenth Amendment to Concession Agreement LAA-8613 and an Eighth Amendment to Concession Agreement LAA-8640 both with URW Airports, LLC. for Terminal Commercial Management as follows:
 - a. Extend the term of both Agreements by four years from July 1, 2034 to June 30, 2038.
 - b. Revise how the Minimum Annual Guarantee for operating concessionaires and the Terminal Commercial Manager Fee are calculated.
 - c. Require improvements to Terminals 1, 2, 3, 6, and the Tom Bradley International Terminal in an amount totaling \$11,000,000 prior to June 2028.
2. ADOPT the May 20, 2025 Board of Airport Commissioners (BOAC) determination in Resolution No. 28175 that this action is exempt from the California Environmental Quality Act (CEQA) pursuant to Article III, Class 1 (18)(c) of the Los Angeles City CEQA Guidelines.
3. AUTHORIZE the Chief Executive Officer, LAWA, or designee, to execute the proposed Agreements upon approval as to form by the City Attorney and approval by the Council.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that approval of the proposed Tenth Amendment to Concession Agreement LAA-8613 and an Eighth Amendment to Concession Agreement LAA-8640 both with URW Airports, LLC for Terminal Commercial Management will have no impact on the City's General Fund. The Amendments will revise how the Minimum Annual Guarantee and Terminal Management Fee are calculated. Revenue is estimated to decrease by approximately \$10 million per year as a result of changes to the MAG and TCM Fee. The recommendations in this report comply with LAWA's adopted Financial Policies.

Community Impact Statement: None submitted

TIME LIMIT FILE – JULY 18, 2025

(LAST DAY FOR COUNCIL ACTION – JULY 1, 2025)

SUMMARY

At the meeting held on June 24, 2025 your Trade, Travel and Tourism Committee considered a CAO report relative to Los Angeles World Airports (LAWA) Board Resolution No. 28175 and proposed Tenth Amendment to Concession Agreement LAA-8613 and proposed Eighth Amendment to Concession Agreement LAA-8640 between LAWA and URW Airports, LLC, for Terminal Commercial Management at the Los Angeles International Airport (LAX).

After an opportunity for public comment, the Committee moved to approve the recommendations stated in the CAO report, as detailed above. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

Trade, Travel and Tourism Committee

<u>Member</u>	<u>VOTE</u>
PARK:	YES
McOSKER:	YES
RODRIGUEZ:	ABSENT

HR 06.24.25

-NOT OFFICIAL UNTIL COUNCIL ACTS-