LOS ANGELES WORLD AIRPORTS

RESOLUTION NO. 28429

WHEREAS, on recommendation of Management, there was presented for approval, one (1)-year Lease, with a one (1)-year extension option, with Lufthansa Cargo Aktiengesellschaft, and associated building rental rate, covering certain premises located at 5721 West Imperial Highway at Los Angeles International Airport; and

WHEREAS, Los Angeles World Airports (LAWA) is currently advancing comprehensive planning efforts to evaluate the future of cargo operations and facilities at Los Angeles International Airport (LAX). Those efforts involve extensive coordination among LAWA divisions, industry stakeholders, consultants, and developers to assess long-term operational requirements, infrastructure needs, and redevelopment opportunities across the airport's cargo network. Given the complexity and scale of those initiatives, additional time is required to complete the analyses and planning activities necessary to inform future development decisions; and

WHEREAS, as part of those efforts, LAWA is evaluating the future of the Imperial Cargo Complex (ICC), a key component of the airport's cargo system that serves as a central hub for cargo operations at LAX. While those planning activities continue, LAWA seeks to maintain operational continuity throughout the ICC and avoid disruptions to existing aeronautical users and cargo-related services; and

WHEREAS, Lufthansa Cargo Aktiengesellschaft currently occupies premises within the ICC at 5721 West Imperial Highway under Lease LAA-9164, which has expired and is presently in holdover status. The new lease will formalize the tenant's continued occupancy, while aligning building rental rates with current market conditions, as reflected by proposals received for a similar facility under a recent competitive process, while broader cargo planning efforts are completed. It would transition the tenant out of holdover status, support uninterrupted cargo operations, and provide LAWA the flexibility necessary to finalize future cargo redevelopment plans affecting the ICC. The short-term leasing strategy will generate approximately $1,567,318 (24.92%) in additional gross rental revenue over the lease term, including the extension option; and

WHEREAS, the lease will generate approximately $3,761,069 in revenue during the initial lease year. Total revenue over the potential two (2)-year term is estimated at approximately $7,856,138, excluding any rental rate adjustments that may occur in accordance with the terms and conditions of the lease; and

WHEREAS, actions taken on this item by the Board will become final pursuant to the provisions of Los Angeles City Charter Section 606;

NOW, THEREFORE, BE IT RESOLVED that the Board of Airport Commissioners adopted the staff report; further adopted staff's determination that the requested 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, which applies to the issuance of permits, leases, agreements, berth and space assignments, and renewals, amendments, or extensions thereof involving existing facilities and land use areas with negligible or no expansion of use and/or no alteration or modification of the facilities or operations beyond that previously existing or permitted; approved the one (1)-year Lease, with a one (1)-year extension option, with Lufthansa Cargo Aktiengesellschaft, and associated building rental rate, covering certain premises located at 5721 West Imperial Highway at Los Angeles International Airport; and authorized the Chief Executive Officer, or designee, to execute said Lease with Lufthansa Cargo Aktiengesellschaft subject to approval by the Los Angeles City Council and approval as to form by the City Attorney.

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I hereby certify that this Resolution No. 28429 is true and correct, as adopted by the Board of Airport Commissioners at its Special Meeting held on Thursday, August 27, 2026.

Grace Miguel – Secretary
BOARD OF AIRPORT COMMISSIONERS