

CATEGORICAL EXEMPTION and TRADE, TRAVEL AND TOURISM COMMITTEE REPORT relative to BOAC Resolution No. 28290 and consideration of termination and partial termination of Concession Agreements and convenience termination payments for the concession units in Terminal 5 at Los Angeles International Airport (LAX).

Recommendations for Council action:

1. CONCUR with the determination by the Board of Airport Commissioners (BOAC) that this action is categorically exempt from the California Environmental Quality Act (CEQA) pursuant to Article III, Class 1(18)(c) of the Los Angeles City CEQA Guidelines.
2. APPROVE the Termination and Partial Termination of Concession Agreements and Convenience Termination Payments, in amount not to exceed \$25,000,000, for the concession units in Terminal 5 for Areas USA LAX LLC, ON/Dakota JME, and Hudson Group to enable the Terminal 5 Renovation and Reconstruction Project at Los Angeles International Airport.
3. AUTHORIZE the LAWA Chief Executive Officer, or designee, to execute the Release of Claims and Agreement, for each of the Concession Agreements, as outlined in the BOAC report attached to Council File No. 24-0412-S2.

Fiscal Impact Statement: Neither the City Administrative Officer nor the Chief Legislative Analyst has completed a financial analysis of this report.

Community Impact Statement: None submitted

TIME LIMIT FILE – FEBRUARY 22, 2026

(LAST DAY FOR COUNCIL ACTION – FEBRUARY 20, 2026)

SUMMARY

At the meeting held on January 27, 2026, your Trade, Travel and Tourism Committee considered a BOAC report relative to BOAC Resolution No. 28290 and consideration of termination and partial termination of Concession Agreements and convenience termination payments for the concession units in Terminal 5 at Los Angeles International Airport (LAX).

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

Respectfully Submitted,

TRADE, TRAVEL AND TOURISM COMMITTEE

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

HR 01.27.26

-NOT OFFICIAL UNTIL COUNCIL ACTS-