

ADMINISTRATIVE AND CATEGORICAL EXEMPTIONS and TRADE, TRAVEL AND TOURISM COMMITTEE REPORT relative to the Sixth Amendment to Terminal Facilities Lease and License Agreement LAA-8757 between Los Angeles World Airports (LAWA) and Southwest Airlines for use of Terminal 1 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 administratively and categorically exempt from the California Environmental Quality Act (CEQA) pursuant to Article II, Section 2(f) and Article III, Class 1(18)(c) of the Los Angeles City CEQA Guidelines.
2. APPROVE the Sixth Amendment to Terminal Facilities Lease and License Agreement LAA-8757 with Southwest Airlines to extend the term through June 30, 2035, covering premises in Terminal 1 at LAX.
3. AUTHORIZE the LAWA Chief Executive Officer, or designee, to execute the proposed Sixth Amendment to Terminal Facilities Lease and License Agreement LAA-8757 with Southwest Airlines upon approval as to form by the City Attorney.

Fiscal Impact Statement: The City Administrative Officer reports that approval of the proposed Sixth Amendment to Terminal Facilities Lease and License Agreement LAA-8757 between the Los Angeles World Airports and Southwest Airlines at Los Angeles International Airport will have no impact to the General Fund. Revenues in the amount of approximately \$481.8 million over the ten-year term of the lease extension are anticipated, excluding automatic annual rental rate adjustments. An estimated \$51.3 million is anticipated to be received as revenue in the first year. The lease revenue will be deposited into the Los Angeles World Airports Revenue Fund – Terminal Building Rental Account. The recommendations in this report comply with the Los Angeles World Airports' adopted Financial Policies.

Community Impact Statement: None submitted

#### SUMMARY

At the meeting held on August 12, 2025, your Trade, Travel and Tourism Committee considered a BOAC report relative to the Sixth Amendment to Terminal Facilities Lease and License Agreement LAA-8757 between Los Angeles World Airports (LAWA) and Southwest Airlines for use of Terminal 1 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 the Council for its consideration.

Respectfully Submitted,

Trade, Travel and Tourism Committee

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

HR 08.12.25

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**