FILE NO.<u>101213</u>

RESOLUTION NO. 505-10

[Airline/Airport 2011 Lease and Use Agreement]

Approving six new Airline/Airport Lease and Use Agreements between the City and County of San Francisco and various airlines, effective July 1, 2011, to allow such Airlines to conduct domestic and international flight operations at San Francisco International Airport.

WHEREAS, Various airlines conduct flight operations at San Francisco International Airport (the "Airport") pursuant to Airline/Airport Lease and Use Agreements, or Airline Operating Permits (collectively, the "Agreements"), including: Alaska Airlines, Inc. – L82 -0314; Continental Airlines, Inc.-L-82-0316, Kalitta Air, LLC – Permit 3862; Nippon Cargo Airlines Company, Inc. – Permit 2037; Southern Air, Inc. – Permit 3857; and US Airways, Inc. – Permit 3977; (collectively, the "Airlines"); and

WHEREAS, The Airport Commission of the City and County of San Francisco (the "City") and Airlines have negotiated a new Lease and Use Agreement to take effect July 1, 2011 (the "Lease") for a term of ten (10) years to provide for the continuation of flight operations by the Airlines at the Airport; and

WHEREAS, The above referenced Airlines desire to lease from City and City desires to lease the said Airlines certain premises at the Airport, as described on Attachment A hereto; and

WHEREAS, The City also desires to authorize the Airport Director to enter into nonmaterial modifications to the Leases, including changes to the demised premises of not-toexceed ten percent (10%) of the leased square footage, that the Commission, in consultation with the City Attorney, determines are in the best interests of the Commission and necessary

AIRPORT COMMISSION BOARD OF SUPERVISORS to effectuate the purposes of the Leases and are in compliance with all applicable laws, including the City's Charter; and

WHEREAS, the Commission adopted Resolutions on August 17, 2010, approving the new Leases between the Airlines and the City, and authorizing the Airport Director to execute the new Leases, subject to the Airlines complying with Chapter 12B of the City's Administrative Code and other City contracting requirements, or obtaining the appropriate waivers thereto, specifically as follows: Alaska Airlines, Inc. – L10-0274 by Resolution No. 10-0274; Continental – L10-0275 by Resolution 10-0275; Kalitta Air, LLC – L10-0277 by Resolution No. 10-0277; Nippon Cargo Airlines Company, Inc. – L10-0278 by Resolution No. 10-278; Southern Air, Inc. – L10-0279 by Resolution No. 10-0279; and US Airways, Inc. – L10-0276 by Resolution No. 10-276, and

WHEREAS, a copy of the form of the 2011 Lease and Use Agreement is on file with the Clerk of the Board of Supervisors in File No. 208-10, which is hereby declared to be a part of this resolution as if set forth fully herein; now, therefore, be it

RESOLVED, that this Board of Supervisors approves the new Leases with Alaska Airlines, Inc.– L10-0274, Continental Airlines, Inc. – L10-0275; Kalitta Air, LLC – L10-0277; Nippon Cargo Airlines Company, Inc. – L10-0278; Southern Air, Inc. – L10-0279 and US Airways, Inc. L10-0276, subject to the Airlines complying with Chapter 12B of the City's Administrative Code and other City contracting requirements, or obtaining the appropriate waivers thereto; and, be it further

RESOLVED, that this Board of Supervisors authorizes the Airport Director to enter into non-material modifications to the Leases, including changes to the demised premises of not-to-exceed ten percent (10%) of the leased square footage, that the Commission, in consultation with the City Attorney, determines are in the best interests of the Commission

AIRPORT COMMISSION BOARD OF SUPERVISORS Page 2 9/16/2010

and necessary to effectuate the purposes of the Leases and are in compliance with all applicable laws, including the City's Charter.

AIRPORT COMMISSION BOARD OF SUPERVISORS

ATTACHMENT A

******	Airline	Categories of Rent						
		Cat I	Cat II	Cat III	Cat IV	Cat V		
1	Alaska Airlines, Inc.	412	5,660	878	4,905			
2	Continental Airlines, Inc.	921	12,500	11,139	7,543	4,949		
3	U.S. Airways, Inc.	755	7,288	4,121	5,728	7,178		
4	Kalitta Air, LLC	-						
5	Nippon Cargo Airlines Company Limited	-	· · ·	***	-	***		
6	Southern Air, Inc.	-	-		-			

Exclusive Use Space Summary (in square feet)

Joint Use Space (in square feet)

Joint Use Space	Categories of Rent						
	Cat I	Cat II	Cat III	Cat IV	Cat V		
International Terminal							
Total = 631,987 square feet	138,367	214,307	12,025	265,400	1,888		
Terminal 1							
Total = 1,007 square feet	•••	216	-	791			

AIRPORT COMMISSION BOARD OF SUPERVISORS Attachment A - Page 4 9/16/2010



City and County of San Francisco Tails Resolution

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

File Number: 101213

Date Passed: October 26, 2010

Resolution approving six new Airline/Airport Lease and Use Agreements between the City and County of San Francisco and various airlines, effective July 1, 2011, to allow such Airlines to conduct domestic and international flight operations at San Francisco International Airport.

October 20, 2010 Budget and Finance Committee - RECOMMENDED

October 26, 2010 Board of Supervisors - ADOPTED

Ayes: 10 - Avalos, Campos, Chiu, Chu, Daly, Dufty, Elsbernd, Mar, Maxwell and Mirkarimi Excused: 1 - Alioto-Pier

File No. 101213

I hereby certify that the foregoing Resolution was ADOPTED on 10/26/2010 by the Board of Supervisors of the City and County of San Francisco.

Mayor Gavin Newsom

Ang CAR. 900

Angela Calvillo Clerk of the Board

2010

Date Approved