



April 16, 2020

The Honorable City Council
of the City of Los Angeles
City Hall, Room 395
Los Angeles, CA 90012

Subject: Revision of Payment Terms of Non-Exclusive License Agreements for Non-Concessionaire Rental Car Services at Los Angeles International Airport

LAX

Van Nuys

City of Los Angeles

Eric Garcetti
Mayor

Board of Airport
Commissioners

Seaf O. Burton
President

Valeria C. Velasco
Vice President

Gabriel L. Eshaghian
Beatrice C. Hsu
Nicholas P. Roxborough
Dr. Cynthia A. Telles
Karim Webb

Justin Erbacci
Interim Chief Executive Officer

Pursuant to Section 606 of the City Charter, enclosed for your approval is the Revision of Payment Terms of Non-Exclusive License Agreements for Non-Concessionaire Rental Car Services at Los Angeles International Airport, which was approved by the Board of Airport Commissioners at its April 16, 2020 meeting. There is no impact to the General Fund.

RECOMMENDATIONS FOR CITY COUNCIL:

1. Adopt the determination by said Board that the action is administratively exempt from the requirements of the California Environmental Quality Act (CEQA) pursuant to Article II, Section 2.f of the Los Angeles City CEQA Guidelines; and
2. Approve the Revision of Payment Terms of Non-Exclusive License Agreements for Non-Concessionaire Rental Car Services at Los Angeles International Airport to establish a percentage rent of 10% of gross revenues and allow for payment of the lower of the percentage rent or the license fee from April 1, 2020 through June 30, 2020, for said services affected by the decline in passengers resulting from COVID-19 impacts; and
3. Concur with said Board's action on April 16, 2020, by Resolution 27004, authorizing the Interim Chief Executive Officer, or designee to execute the letter agreement with the revised payment terms.

Very truly yours,

Grace Migual - Commission Executive Assistant II
BOARD OF AIRPORT COMMISSIONERS

GM:lfc

Enclosure

CC: Trade, Travel and Tourism Committee
Councilmember Buscaino, E-file
Councilmember Bonin, E-file
Councilmember Krekorian, E-file
CAO (Airport Analyst), E-file
CLA (Airport Analyst), E-file
City Clerk's Office, E-file

