



October 1, 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 affected by the decline in passengers resulting from COVID-19

LAX

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City of Los Angeles

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Justin Erbacci
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 October 1, 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 California Environmental Quality Act (CEQA) requirements pursuant to Article II, Section 2.f of the Los Angeles City CEQA Guidelines; and
2. Approve revision of payment terms of Non-Exclusive License Agreements for Non-Concessionaire Rental Car Services 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 July 1, 2020 through June 30, 2021, for said services at Los Angeles International Airport affected by the decline in passengers resulting from COVID-19; and
3. Concur with said Board's action on October 1, 2020, by Resolution 27117, authorizing the Chief Executive Officer, or designee, of Los Angeles World Airports to execute the Letter Agreement, with the revised payment terms, with the Non-Concessionaire Rental Car Services Companies at Los Angeles International Airport.

Very truly yours,

Grace Miguel, 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

