

#### Philadelphia International Airport Creating New Common Use Lounge Spaces

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City of Philadelphia, Department of Aviation



PHILADELPHIA INTERNATIONAL AIRPORT NORTHEAST PHILADELPHIA AIRPORT

#### 2022: PHL's lounge situation







#### **Our old offices**









## Initial solicitation included two spaces

- Common Use Lounge: footprint of the proposed location is 20,007 sf. Proposers could have proposed on one brand for the entire footprint or divide the proposed premises into two separate brands.
- Hotel: an additional footprint of 14,130 sf was also available for operators to propose a hotel. This was not a requirement of the proposal but was considered in the overall decision-making process.



## **Solicitation and Negotiation**

CITY .

In 2022, PHL solicited proposals through its Concession Manager to develop a first-class common use lounge using 22K sq. ft. of airport administrative office space in Terminals D-E.

#### Negotiated:

- 10-year base, plus one 5-year renewal option
- Established minimum construction investment
- Established MAGs for base and renewal terms
- Signing bonus



#### Making the decision





#### **Moving Out**





## **DOA View Vs Passenger View**







# **Chase Sapphire Lounge**



"...may even compete to become one of the best credit card lounges in the country."



# **Thank You!**

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