

BILL/ RESOLUTION REQUEST

1. Title: Approves a new concession agreement at DIA for 5 years with InMotion DEN-B, LLC d/b/a InMotion Entertainment with an annual MAG of \$118,965.00 or a percentage of compensation of Yrs 1-2, 10%; Yrs 3-5, 14%, whichever is greater (PLANE-201311264).

2. Requesting Agency: DIA

3. Contact Person *with actual knowledge of proposed ordinance*

Name:John Ackerman

Phone:

Email:

4. Contact Person *with actual knowledge of proposed ordinance who will present the item at Mayor Council and who will be available for first and second reading, if necessary*

Name:Amy Raaz

Phone:

Email:

5. Describe the proposed ordinance, including what the proposed ordinance is intended to accomplish, who's involved

a. Scope of Work

This Concession Agreement comes within the special circumstances described in Executive Order 8B. Contracts that require a concessionaire to make significant capital investment to meet the City's needs, like some concession agreements. The agreement contains an annual MAG of \$118,965.00 or a percentage of compensation of Yrs 1-2, 10%; Yrs 3-5, 14%, whichever is greater. It will require a \$114,750.00 capital investment. The term is 5 years in order for the concessionaire to amortize the investment. InMotion DEN-B, LLC d/b/a InMotion Entertainment is a joint venture partnership between InMotion Entertainment Group, LLC and Stellar Partners (a certified ACDBE company with 25% interest in the joint venture).

DIA collaborated with many of its concessionaire partners to develop and implement the Premium Value Concessions program (PVC). The program established an internal competition to recognize the top performing concessions. These top performers are awarded the Program Benefit which is the opportunity to bypass the competitive Request for Proposal (RFP) process and begin lease negotiations with the airport. For those concessions not earning the Program Benefit, DIA will RFP and competitively bid those concession locations.

b. Duration

5 years

c. Location

DIA

d. Affected Council District

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e. Benefits

DIA worked with its concessionaires to design the Premium Value Concession Program (PVCP). The program is a competitive, merit-based program that rewards excellence resulting in better customer service and higher revenue to DIA. Concessionaires who are in the top third of their defined categories obtain the opportunity to execute a new agreement at the end of their current one and are not required to go through an RFP process (the "Benefit"). InMotion DEN-B, LLC has been determined to receive the Benefit of a new concession agreement during Phase 1 of PVCP.

f. Costs

Current Contract Amount

(A) Additional Funds

(B) Total Contract Amount

(A+B)

\$118,965.00 Annual MAG

\$118,965.00 Annual MAG

Current Contract Term Added Time New Ending Date

5 Years

5 Years

6. Is there any controversy surrounding this ordinance, groups or individuals who may have concerns about it? Please explain.

No.

Bill Request Number: BR13-0780

Date: 10/23/2013