## **BILL/ RESOLUTION REQUEST**

- **1. Title:** Approves a concession agreement, 201102971-00, with Host International, Inc CTI DEN F&B II, LLC dba Crú-A Wine Bar for a seven-year term at \$203,932 minimum annually to provide a food and beverage wine bar on Concourse B.
- 2. Requesting Agency: DIA
- 3. Contact Person with actual knowledge of proposed ordinance

Name:Stacy Corbett Phone:303-342-2506

Email:stacy.corbett@flydenver.com

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:Brian Elms Phone:303-619-7353

Email:brian.elms@flydenver.com

- 5. Describe the proposed ordinance, including what the proposed ordinance is intended to accomplish, who's involved
  - a. Scope of Work

Host International, Inc. was selected for this concession location in the east outboard subcore of Concourse B through an RFP process issued on March 7, 2011 for a food and beverage wine bar concept.

b. Duration

Date of Execution to 12/31/2019 (approximately 7 years)

c. Location

DIA

d. Affected Council District

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e. Benefits

Products and services to be provided to the traveling public on Concourse B. Crú-A Wine Bar will offer wines by the glass (or bottle if consumed in Wine Bar location); small plate food items as well as other non-alcoholic beverages including soft drinks; and the retail sale of wine-related accessories and gifts.. Estimated incremental sales revenues of \$1.5 million resulting in annual rental revenue of the greater of a Minimum Annual Guarantee (MAG) of \$203,932 or percentage compensation of gross revenues: 10% for less than \$1 million; 12% for \$1 million -\$2 million; 14% for over \$2 million; and 17% for alcohol.

f. Costs

Revenue

6. Is there any controversy surrounding this ordinance, groups or individuals who may have concerns about it? Please explain.  $_{No}^{\rm No}$ 

Bill Request Number: BR12-0026 Date: 12/27/2011