

ORDINANCE/RESOLUTION REQUEST

Please email requests to the Mayor's Legislative Team

at MileHighOrdinance@DenverGov.org by 9 a.m. Friday. Contact the Mayor's Legislative team with questions

Date of Request: March 6, 2025

Please mark one: Bill Request or Resolution Request

Please mark one: The request directly impacts developments, projects, contracts, resolutions, or bills that involve property and impact within .5 miles of the South Platte River from Denver's northern to southern boundary? (Check map [HERE](#))

Yes No

1. Type of Request:

Contract/Grant Agreement Intergovernmental Agreement (IGA) Rezoning/Text Amendment

Dedication/Vacation Appropriation/Supplemental DRMC Change

Other:

2. **Title:** Amends a lease agreement with Deutsche Lufthansa Aktiengesellschaft, d/b/a Lufthansa German Airlines for rates and charges to add an additional 135.2 square feet of support space on A Concourse to support the Turkish Airlines maintenance operation at Denver International Airport (DEN), in Council District 11. No change to agreement duration (202370519/PLANE-202474807).

3. **Requesting Agency:** Department of Aviation

4. Contact Person:

Contact person with knowledge of proposed ordinance/resolution (e.g., subject matter expert)	Contact person for council members or mayor-council
Name: George Karayiannakis, SVP Airline and Commercial Affairs	Name: Kevin Forgett, State and Local Legislative Advisor
Email: George.Karayiannakis@flydenver.com	Email: Kevin.Forgett@flydenver.com

5. **General description or background of proposed request. Attach executive summary if more space needed:**
(who, what, why)

This request is for an amendment between Lufthansa German Airlines and Denver International Airport (DEN) to add support space on A Concourse to their lease. With this amendment, DEN will lease Lufthansa German Airlines and additional 135.2 sf of space on A Concourse to support the Turkish Airlines maintenance operation.

Airline rates and charges are established on "cost recovery" concepts whereby the annual cost of operating DEN forms the basis for the rate, fee, or charge assessed to the airlines. The Airport recalculates airline rates and charges each year based on its operating budget, debt service, amortization and projected aviation activity levels and reconciled at year-end based on actuals "true-up." The airline/airport use and lease agreement specify the types of costs that are used to calculate airline rates and charges. Examples of rates and charges include landing fee (fee for every time a plane lands on the runway), Terminal Complex rental rate (Per square foot rate to lease space in the Terminal (e.g., office, holdroom, ticketing)), concourse ramp, fee to recover the cost of leasing the ramp area associated with a gate, Automatic Guideway Transportation System (Passenger fee to use the train system between the terminal and concourses).

This agreement supports vision 100 by continuing to expand our global network. Turkish Airlines is our newest international carrier at DEN and they require support for their operation. Turkish Airlines and Lufthansa Airlines entered into an agreement where Lufthansa will provide aircraft maintenance for Turkish Airlines. With this agreement, Lufthansa will be able to add space to their lease to store aircraft parts for Turkish Airlines meeting their maintenance needs.

To be completed by Mayor's Legislative Team:

Resolution/Bill Number: _____

Date Entered: _____

6. City Attorney assigned to this request (if applicable): David Steinberger

7. City Council District: District 11

8. ****For all contracts, fill out and submit accompanying Key Contract Terms worksheet****

Key Contract Terms

Type of Contract: (e.g. Professional Services > \$500K; IGA/Grant Agreement, Sale or Lease of Real Property): Lease Agreement

Vendor/Contractor Name (including any dba’s): Deutsche Lufthansa Aktiengesellschaft, d/b/a Lufthansa German Airlines

Contract control number (legacy and new): Amendment: PLANE- 202474807; Legacy: 202370519

Location: Denver International Airport

Is this a new contract? Yes No Is this an Amendment? Yes No If yes, how many? 1

Contract Term/Duration (for amended contracts, include existing term dates and amended dates): January 1, 2025 to December 31, 2025 with 1 one-year extension option.

Contract Amount (indicate existing amount, amended amount and new contract total):

<i>Current Contract Amount</i> (A)	<i>Additional Funds</i> (B)	<i>Total Contract Amount</i> (A+B)
Rates and Charges	Rates and Charges	Rates and Charges

<i>Current Contract Term</i>	<i>Added Time</i>	<i>New Ending Date</i>
January 1, 2025 to December 31, 2025 with 1 one-year extension option.	N/A	January 1, 2025 to December 31, 2025 with 1 one-year extension option.

Scope of work:

This request is for an amendment between Lufthansa German Airlines and Denver International Airport (DEN) to add support space on A Concourse to their lease. With this amendment, DEN will lease Lufthansa German Airlines and additional 135.2 sf of space on A Concourse to support the Turkish Airlines maintenance operation.

Airline rates and charges are established on “cost recovery” concepts whereby the annual cost of operating DEN forms the basis for the rate, fee, or charge assessed to the airlines. The Airport recalculates airline rates and charges each year based on its operating budget, debt service, amortization and projected aviation activity levels and reconciled at year-end based on actuals “true-up.” The airline/airport use and lease agreement specify the types of costs that are used to calculate airline rates and charges. Examples of rates and charges include landing fee (fee for every time a plane lands on the runway), Terminal Complex rental rate (Per square foot rate to

To be completed by Mayor’s Legislative Team:

Resolution/Bill Number: _____

Date Entered: _____

lease space in the Terminal (e.g., office, holdroom, ticketing)), concourse ramp, fee to recover the cost of leasing the ramp area associated with a gate, Automatic Guideway Transportation System (Passenger fee to use the train system between the terminal and concourses).

Was this contractor selected by competitive process? No **If not, why not?** This procurement qualifies for the situation where competition does not exist exception under Memorandum No. 8B and will not be competitively procured.

Has this contractor provided these services to the City before? Yes No

Source of funds: Revenue

Is this contract subject to: W/MBE DBE SBE XO101 ACDBE N/A

WBE/MBE/DBE commitments (construction, design, Airport concession contracts): No goals were assigned to this project due to Memorandum No. 8B.

Who are the subcontractors to this contract? Not applicable

To be completed by Mayor's Legislative Team:

Resolution/Bill Number: _____

Date Entered: _____