

## MEMORANDUM

To: City Council

From: Lisa Lumley, Assistant Director, Division of Real Estate

Date: 8/17/2020

Re: **Approval of Emergency Occupancy Agreement Amendment by and between the City and County of Denver and JBK Hotels, LLC, at a property located at 800 15th Street, Denver, CO 80202.**

### Description of Project

The Division of Real Estate, on behalf of HOST, previously submitted an Emergency Occupancy Agreement to support housing needs for those experiencing homelessness by providing additional shelter space through an Emergency Occupancy Agreement Amendment at 800 15<sup>th</sup> Street in Denver, CO. There is an increased need of this type of housing due to impacts from COVID-19. This amendment will continue to provide 140 rooms. The original agreement expires August 31, 2020. This Amendment will extend the term of the original agreement through December 31, 2020.

Ownership has been pleased with working with the City and has relayed that they think the City has been doing a great job operationally as well as civically to accommodate the needs to those in our community that need extra help in a time of crisis.

- PROPERTY OWNERSHIP: JBK Hotels, LLC
- PROPERTY ADDRESS: 800 15<sup>th</sup> Street, Denver, CO 80202
- CONTRACT TYPE: Emergency Occupancy Agreement – Amendment #1
- # ROOMS: 140 Rooms
- CONTRACT CONTROL NUMBER: FINAN-202055637-01 (Original Contract: FINAN-202054515-00)
- COUNCIL DISTRICT: 9
- USE: Housing assistance for those experiencing homelessness during the COVID-19 pandemic

Terms and Costs:

The original Emergency Occupancy Agreement provides 140 rooms for HOST to housing people experiencing homelessness during the COVID 19 crisis. The original agreement expires August 31, 2020. This Amendment will extend the term of the original agreement through December 31, 2020.

Emergency Occupancy Agreement	Original Agreement
JBK Hotels, LLC	FINAN-202054515-00
Term	Effective Date through August 31, 2020
Effective Date	May 11th, 2020
# Rooms	140
Pricing/room/day	\$95
Total cost per day	\$13,300
Maximum Contract Rate:	\$1,935,900

Emergency Occupancy Agreement	Amendment #1
JBK Hotels, LLC	FINAN-202055637-01
Term	September 1, 2020 - December 31, 2020
Effective Date	TBD
# Rooms	140
Pricing/room/day	\$95
Total cost per day	\$13,300
Amendment Increase:	\$1,622,600
New Maximum Contract Rate:	\$3,558,500

All other terms are the same as the original contract.

- **MAXIMUM CONTRACT AMOUNT:** The new maximum contract amount is \$3,558,500.

Original: \$1,935,900	Amendment #1: \$1,622,600	New Total: \$3,558,500
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Security:

Service Provider	Allied Security
# of FTEs	2 guards for 24/7 coverage
Hours of operation	24/7 coverage
Term	Service needed through 12/31/2020 or until such time as emergency sheltering ends
Total cost per week	\$14,342.25/week
Estimated cost 9/1/2020-12/31/2020	\$249,946.93 Approximately

No security concerns at this time.