Executive Summary Food Services Agreement - Amendment #2 | JBK Hotels, LLC d/b/a Aloft Department of Finance | Division of Real Estate December 21, 2020

City Council Request

Approval of the second amendment to the Food Services Agreement by and between the City and County of Denver and JBK Hotels, LLC, a Delaware limited liability company d/b/a Aloft

Background

- There is an increased need for housing and food services due to impacts from COVID-19. The Division of Real Estate, on behalf of HOST, previously submitted a Food Services Agreement (FINAN-202054604-00) to provide 3 meals per day per room to those experiencing homelessness that are currently staying Aloft, located at 800 15th Street.
- The first amendment (FINAN-202055636-01) extended the term of the original agreement through December 31, 2020.
- The proposed second amendment (FINAN-202057167-02) would extend the contract two months through February 28th, 2021 and offers the option to extend on a monthly basis through the end of June 2021. This amendment would supplement the emergency occupancy agreement and amendments (FINAN-202054604-00 / FINAN-202055636-01 / FINAN-202057167-02) at Aloft by providing additional assistance of food services for those staying at this property. This Food Services Amendment would be in conjunction with the Emergency Occupancy Agreement Amendment 2 (FINAN-202057167-02) that is also being proposed before City Council.

Populations Served

- The original contract, first amendment and the proposed second amendment before council, provides meals for those experiencing homelessness in 140 rooms at Aloft. These rooms provide non-congregate Protective Action shelter to support people experiencing homelessness during the COVID-19 emergency. The meals are provided 3 times a day by the hotel.
 - Protective Action (PA), rooms to place high risk individuals in safe conditions out of congregate shelter or unsheltered conditions. Includes individuals who are most vulnerable to negative outcomes if they contract COVID-19, including older populations and individuals with underlying health conditions.

Associated Agreements

 This proposed Food Services Second Amendment would supplement the Emergency Occupancy Agreement and Amendments (FINAN-202054515-00 / FINAN-202055637-01 / FINAN-202057157-02) at Aloft by providing additional assistance of food services for those staying at this property. The Emergency Occupancy Agreement Amendment 2 (FINAN-202057157-02) is concurrently being proposed before City Council supports housing needs for those experiencing homelessness by providing additional shelter space located at 800 15th Street, Denver, CO 80202. There is an increased need of this type of housing due to impacts from COVID-19. This agreement also has a term of two months with the option to extend on a monthly basis through the end of June 2021.

Details

PROPERTY OWNERSHIP:	JBK Hotels, LLC d/b/a Aloft		
PROPERTY ADDRESS:	800 15th Street, Denver, C0 80202		
CONTRACT TYPE:	Food Services Agreement – Amendment #2		
# ROOMS:	140 rooms		
CONTRACT CONTROL NUMBER:	FINAN-202054604-00 – Original Agreement		
	FINAN-202055636-01 – Amendment #1		
	FINAN-202057167-02 – Amendment #2		
COUNCIL DISTRICT:	9		
USE:	Food Services at Aloft for those experiencing homelessness during the COVID-19 pandemic		

Terms and Costs

Contract Details	Original Contract	Amendment #1	Proposed Amendment #2
Contract Control Number	FINAN-202054604-00	FINAN-202055636-01	FINAN-202057167-02
Term	May 11, 2020 – September 30, 2020	October 1, 2020 – December 31, 2020	January 1, 2021 – February 28, 2021 – with an option to extend on a monthly basis through the end of June 2021.
Effective Date	5/11/2020	10/1/2020	TBD
# Rooms	140	140	140
Pricing/room/day	\$25/day/room (3 meals)	\$25/day/room (3 meals)	\$25/day/room (3 meals)
Total cost per day	Based on actual meals invoiced – only charged for meals that are delivered.	Based on actual meals invoiced – only charged for meals that are delivered.	Based on actual meals invoiced – only charged for meals that are delivered.
Maximum Contract Amount	\$430,500	\$784,700	\$1,418,200