Executive Summary

Food Services Agreement - Amendment #3 | JBK Hotels, LLC d/b/a Aloft

Department of Finance | Division of Real Estate June 7, 2021

City Council Request

Approval of the third 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 original
 agreement expired September 30, 2020.
- The first amendment (FINAN-202055636-01) extended the term of the original agreement through December 31, 2020.
- The second amendment (FINAN-202057167-02) extended the contract through June 30, 2021.
- The proposed third amendment (FINAN-202159070-03) would extend the term through the end of September 2021. This amendment would supplement the emergency occupancy agreement and amendments (FINAN-202054515 / FINAN-202055637-01 / FINAN-202057167-02 / FINAN-202159069-03) 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 3 (FINAN-202159069-03) that is also being proposed before City Council.

Populations Served

- The original contract, first amendment, second amendment and proposed third 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 Third Amendment would supplement the Emergency Occupancy Agreement and Amendments (FINAN-202054515 / FINAN-202055637-01 / FINAN-202057167-02 / FINAN-202159069-03) at Aloft by providing additional assistance of food services for those staying at this property. The Emergency Occupancy Agreement Amendment 3 (FINAN-202159069-03) 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 three months to extend the term through the end of September 30, 2021.

Details

PROPERTY OWNERSHIP:	JBK Hotels, LLC d/b/a Aloft		
PROPERTY ADDRESS:	800 15th Street, Denver, CO 80202		
CONTRACT TYPE:	Food Services Agreement – Amendment #3		
# ROOMS:	140 rooms		
CONTRACT CONTROL NUMBER:	FINAN-202054604-00 - Original Agreement		
	FINAN-202055636-01 - Amendment #1		
	FINAN-202057167-02 - Amendment #2		
	FINAN-202159070-03 - Proposed Amendment #3		
COUNCIL DISTRICT:	9		
USE:	Food Services at Aloft for those experiencing homelessness		
	during the COVID-19 pandemic		

Terms and Costs

Contract Details	Original	Amendment #1	Amendment #2	Proposed
	Contract			Amendment #3
Contract Control	FINAN-	FINAN-	FINAN-	FINAN-
Number	202054604-00	202055636-01	202057167-02	202159070-03
Term	May 11, 2020 -	October 1,	January 1,	July 1, 2021-
	September 30,	2020 -	2021 -	September 30,
	2020	December 31,	February 28,	2021
		2020	2021 - with an	
			option to extend on a	
			monthly basis through the end of June 2021.	
Effective Date	5/11/2020		-	
# Rooms	140	140	140	140
Pricing/room/day	\$25/day/room	\$25/day/room	\$25/day/room	\$25/day/room
	(3 meals)	(3 meals)	(3 meals)	(3 meals)
Total cost per day	Based on actual	Based on actual	Based on actual	Based on actual
	meals invoiced	meals invoiced	meals invoiced	meals invoiced
	 only charged 	 only charged 	 only charged 	 only charged
	for meals that	for meals that	for meals that	for meals that
	are delivered.	are delivered.	are delivered.	are delivered.
Maximum	\$430,500	\$784,700	\$1,418,200	\$1,740,200
Contract Amount				