



Legislation Details (With Text)

File #: 20-0594 **Version:** 1
Type: Resolution **Status:** Adopted
File created: 6/15/2020 **In control:** Business, Arts, Workforce, Climate & Aviation Services Committee
On agenda: 7/13/2020 **Final action:** 7/13/2020

Title: A resolution approving a proposed Agreement between the City and County of Denver and Sky Chefs, Inc. concerning a lease for a flight kitchen, supplying catering services to airlines operating at Denver International Airport
Approves a lease agreement with Sky Chefs, Inc. for \$2,400,000 annually through 5-31-21, with two one-year options to extend, for the use of 64,000 square feet of building space for a flight kitchen to support their business of supplying catering services to airlines operating at Denver International Airport (202053894). The last regularly scheduled Council meeting within the 30-day review period is on 7-27-20. The Committee approved filing this item at its meeting on 6-24-20.

Sponsors:

Indexes: John Mahoney

Code sections:

Attachments: 1. RR20 0594 DIA Sky Chefs Flight Kitchen, 2. 20-0594 Filed Resolution_Sky Chefs, Inc., 3. 20-0594 Contract_Sky Chefs, Inc., 4. 20-0594 Filed Resolution_Sky Chefs, Inc., 5. 20-0594 - signed

Date	Ver.	Action By	Action	Result
7/13/2020	1	Council President	signed	
7/13/2020	1	City Council	adopted	Pass
6/24/2020	1	Business, Arts, Workforce, Climate & Aviation Services Committee	approved by consent	

Contract Request Template (Contracts; IGAs; Leases)

Date Submitted: 6-15-20

Requesting Agency: Denver International Airport
Division:

Subject Matter Expert Name:

Name: Angela Casias
Email: Angela.Casias@flydenver.com

Item Title & Description:

*(Do not delete the following instructions)
These appear on the Council meeting agenda. Initially, the requesting agency will enter a 2-3 sentence description. Upon bill filling, the City Attorney's Office should enter the title above the description (the title should be in **bold** font).*

*Both the title and description must be entered between the red "title" and "body" below. Do **not** at any time delete the red "title" or "body" markers from this template.*

A resolution approving a proposed Agreement between the City and County of Denver and Sky Chefs, Inc. concerning a lease for a flight kitchen, supplying catering services to airlines operating at Denver International Airport

Approves a lease agreement with Sky Chefs, Inc. for \$2,400,000 annually through 5-31-21, with two one-year options to extend, for the use of 64,000 square feet of building space for a flight kitchen to support their business of supplying catering services to airlines operating at Denver International Airport (202053894). The last regularly scheduled Council meeting within the 30-day review period is on 7-27-20. The Committee approved filing this item at its meeting on 6-24-20.

Affected Council District(s) or citywide? Council District 11

Contract Control Number: 202053894

Vendor/Contractor Name (including any "DBA"): Sky Chefs, Inc.

Type and Scope of services to be performed:

This is a lease of a flight kitchen at DEN to Sky Chefs, Inc. to support their business of supplying catering services to airlines operating at DEN. The term of this lease will be for one year with two optional extensions which can be exercised by the City, Effective Date through 5/31/2021. Revenues are based on an appraised building rent of \$10.00 per sq. ft. for 64,000 sq. ft. of building space, plus rent for a percentage of gross sales (15% for sales of alcohol, 7% for sales of food and beverage, and 3% for off-airport sales).

Location (if applicable):

WBE/MBE/DBE goals that were applied, if applicable (construction, design, Airport concession contracts):

Are WBE/MBE/DBE goals met (if applicable)?

Is the contract new/a renewal/extension or amendment?

Was this contractor selected by competitive process or sole source?

For New contracts

Term of initial contract: Effective Date - 5/31/2021

Options for Renewal:

How many renewals (i.e. up to 2 renewals)? 2

Term of any renewals (i.e. 1 year each): one-year each

Cost of initial contract term: \$2,400,000 annually

Cost of any renewals:

Total contract value council is approving if all renewals exercised:

For Amendments/Renewals Extensions:

Is this a change to cost/pricing; length of term; terms unrelated to time or price (List all that apply)?

If length changing

What was the length of the term of the original contract?

What is the length of the extension/renewal?

What is the revised total term of the contract?

If cost changing

What was the original value of the entire contract prior to this proposed change?

What is the value of the proposed change?

What is the new/revised total value including change?

If terms changing

Describe the change and the reason for it (i.e. compliance with state law, different way of doing business etc.)