



Legislation Text

File #: 20-0594, Version: 1

**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.)**