

January 14, 2026

WHEREAS, the City of Dallas has experienced extreme winter weather and recognizes the necessity for emergency housing for its unhoused residents; and

WHEREAS, on December 13, 2022, by Resolution No. 22-1775, City Council authorized a lease agreement for 20,000 square feet of space at 2929 Hickory Street in the City and County of Dallas, Texas, with Austin Street Center for a base rental amount of \$10,000 per month plus Landlord enhanced services during inclement weather events not to exceed \$744,907.68 annually; and

WHEREAS, the term of the lease agreement and extension options expired on December 31, 2025; and

WHEREAS, on June 25, 2025, City Council authorized, by Resolution No. 25-1059, additional funding by ratifying an additional amount not to exceed \$476,122.44 for payment of outstanding invoices for expenses related to a higher-than-anticipated number of inclement weather days; and

WHEREAS, on August 12, 2025, Council authorized, through Administrative Action No. 25-6050, additional funding in the amount of \$70,000.00 for the remainder of fiscal year 2025 for monthly rent and administrative expenses due to increased costs resulting from a higher-than-anticipated number of inclement weather days, and said funding has been expended; and

WHEREAS, it is in the best interest of the residents of the City to enter into a supplemental agreement with Austin Street Center to provide additional funding that will cover the monthly base rent amounts plus Landlord enhanced services during inclement weather events in an amount not to exceed \$1,000,000.00, subject to annual appropriations, for a period beginning January 1, 2026, and extending the term of the lease through March 31, 2027.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

SECTION 1. That the City Manager is hereby authorized to execute Supplemental Agreement No. 5 to the lease agreement between the City of Dallas, as tenant, and Austin Street Center, or its successor and assigns, as landlord, approved as to form by the City Attorney, for approximately 20,000 square feet of shelter space located at 2929 Hickory Street, Dallas, Texas, to be used at the request of the Office of Emergency Management and Crisis Response for the sheltering of individuals during inclement weather.

SECTION 2. This Supplemental Agreement No. 5 will provide funding in an amount not to exceed \$1,000,000.00 (subject to annual appropriations) for Fiscal Year 2025-26 and \$1,000,000.00 for Fiscal Year 2026-27 for the period beginning January 1, 2026, and will extend the lease term through March 31, 2027.

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SECTION 3. The annual not-to-exceed sum of \$1,000,000.00 includes the monthly base rental amount of \$10,000.00 per month plus Landlord enhanced services as requested by the City that include sheltering services, shelter operations staff, and supplies.

SECTION 4. That the monthly payments in and amount not to exceed \$150,000.00 will be charged as follows: January 1, 2026 through March 31, 2027 from General Fund, Fund 0001, Department MGT, Unit 8652, Object 3330, Encumbrance/Contract No. ECR-2026-00029575, Commodity 97145, Vendor VC0000011655.

SECTION 5. That the Chief Financial Officer is hereby authorized to draw warrants payable in an amount not to exceed \$1,850,000.00 to the Landlord for enhanced sheltering services upon receipt of a bill for such services from General Fund, Fund 0001, Department MGT, Unit 8652, Object 3330, Encumbrance/Contract No. ECR-2026-00029575, Commodity 97145, Vendor VC0000011655.

SECTION 6. That the City Council of the City of Dallas hereby approves the extension of the agreement, with an effective date of January 1, 2026, notwithstanding the date of Council approval, to ensure continuity of services between the expiration of the prior agreement and approval of this extension.

SECTION 7. That this resolution shall take effect immediately from and after its passage in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so resolved.