WHEREAS, on February 13, 2019, the City Council authorized a five-year management agreement ("Agreement") between the City of Dallas and Global Spectrum L.P. dba Spectra Venue Management ("Manager"), for an initial five-year term, for the management, operation and maintenance of the Kay Bailey Hutchison Convention Center Dallas ("KBHCCD") by Resolution No. 19-0281; and

WHEREAS, on August 11, 2021, the City Council authorized execution of the First Amendment to the Management Agreement with Global Spectrum, L.P. d/b/a/Spectra Venue Management, to extend the Initial Term of the Agreement for an additional twenty-four month period through September 30, 2026, due to the impact and interruption of the COVID-19 pandemic; and to revise Section 1.02 of the Agreement to state the initial term shall expire as of 11:59 p.m., September 30, 2026, unless terminated earlier or extended in accordance with the Agreement by Resolution No. 21-1208; and

WHEREAS, the City and Manager now desire to enter into the Second Amendment to the Management Agreement to extend the term of the Agreement for a five-month period to February 26, 2027, at 11:59 p.m., unless terminated earlier or extended in accordance with the Agreement by Resolution No. 21-1208; and

WHEREAS, this Second Amendment to the Management Agreement is necessary due to exigent circumstances of the KBHCCD expansion project and will provide the Department of Convention and Event Services (CES) the opportunity to transition the operations of KBHCCD to account for a reduction in space; and

WHEREAS, due to the reduced space and attendance size, this transition period will allow Manager to renegotiate contracts for food and beverage services, rigging, audiovisual, technology, parking, and other services, and will allow for a smooth transition of operations at KBHCCD to the City of Dallas; and

WHEREAS, the Manager is the most qualified to continue operations for this interim period due to its history of managing the KBHCCD since February 2019.

Now, Therefore,

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

SECTION 1. That the City Manager is hereby authorized to execute the Second Amendment to the Management Agreement with Global Spectrum, LP, approved as to form by the City Attorney, to extend the term of the agreement for an additional five-month period beyond September 30, 2026, and to revise Section 1.02 of the Agreement to state the initial term shall expire as of 11:59 p.m., February 26, 2027, unless terminated earlier, in an amount not to exceed $2,529,646.00 for staff and operations and a management fee in an amount not to exceed $145,833.00, for a total amount not to exceed $2,675,479.00.

SECTION 2. That the Chief Financial Officer is hereby authorized to disburse an amount not to exceed $2,529,646.00 for the Manager's staff and operations, $145,833.00 pro-rated annual management fee paid in monthly installments of $29,166.60, $0.00 in financial and qualitative incentive fees, and $0.00 for all contracted services related to food and beverage service, janitorial, parking, rigging, electricity, audiovisual, technology and other services, for a total amount not to exceed $2,675,479.00, and subject to annual appropriations, for the remaining term of the contract as extended by the Second Amendment to the Management Agreement from the Convention and Event Services Fund, Fund 0080, Department CCT, Unit 7840, Object 3071, to Manager from Service Contract No. CCT-2021-00017118. Not to exceed amounts for annual management fees and financial and qualitative incentive fees for FY 2026-27, in an amount not to exceed $2,675,479.00.

SECTION 3. That the Chief Financial Officer is hereby authorized to transfer funds in an amount not to exceed $2,675,479.00 (subject to annual appropriations) for FY 2026-27 from the Convention and Event Services Fund, Fund 0080, Department CCT, Unit 7873, Object 3072, to a City owned account at the City's depository bank funded for KBHCCD operating expenses to which Manager has access.

The total amount to be transferred from the Convention and Event Services Fund, Fund 0080 to a City owned account at the City's depository bank for City authorized expenses associated with the operations and maintenance of the KBHCCD, shall not exceed $2,675,479.00 (subject to annual appropriations) for this extended term of the contract, which excludes all contracted services related to food and beverage service, janitorial, parking, rigging, electricity, audiovisual, technology, and other services.

SECTION 4. 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.