

### **ADDENDUM NO. 1**

### This addendum consists of 3 pages

**TO:** All Bid Packet Holders

**FROM:** Kenai Municipal Airport

**DATE:** November 20, 2024

**SUBJECT:** Airport Restaurant Concession- RFP Related Questions

**DUE DATE:** Bids Due December 5, 2024 at 4:00pm

Bidders must acknowledge receipt of this Addendum in the appropriate place on the Bid Form. Failure to do so may result in the disqualification or rejection of the bid.

Note: Information in this addendum takes precedence over original information. All other provisions of the document remain unchanged.

# **Plan Holder Question 1:** What are the lease terms and associated costs? *Response:*

The lease term is March 1, 2025 – February 28, 2028 with an opportunity to extend for two successive one-year terms by mutual written consent of Owner and Concessionaire. (page 22/52 of the RFP)

Associated costs include the following:

- Monthly Percentage of Gross Receipts: Each proposer shall submit a percentage rate of 10% or greater. (page 9/52 of the RFP)
- Maintenance: Concessionaire shall pay a \$1,000 per month maintenance fee to the City. (page 9/52 of the RFP)
- Utilities: Gas, telephone communication, internet, cable, and other utilities and services incident to the Concessionaire's business. (page 9/52 of the RFP) Historical Enstar Natural Gas payments were \$4,763.95 in 2022 and \$4,735.22 in 2023. (page 7-8 of the RFP)

**Plan Holder Question 2:** Is there any direct competition at the airport?

### Response:

This is the only café/ restaurant space at the airport. The upstairs bar/ lounge, downstairs gift shop, and two vending machines all carry light snacks.

**Plan Holder Question 3:** Do you have sales data or performance metrics from past operators?

### Response:

Restaurant Gross Receipts (page 7/52 of the RFP) 2019 \$300,625.22 2020 \$248,969.16 2021 \$350,422.49 2022 \$423,534.63 2023 \$509,776.72

**Plan Holder Question 4:** Are there airport clearance requirements for staff or operations?

#### Response:

All airport terminal employees must fill out paperwork with Airport Administration for terminal access and vehicle parking.

**Plan Holder Question 5:** What are the expected operating hours for the restaurant? *Response:* 

Minimum of 60 hours per week, 7 days per week. (page 23 of the RFP)

**Plan Holder Question 6:** Can you provide information on annual or monthly passenger volumes?

#### Response:

Passenger Enplanements (page 7-8/52 of the RFP) 2019- 95,004 2020- 32,431 2021- 67,844 2022- 73,465 2023- 71,605

**Plan Holder Question 7:** Do you have insights on flight schedules and how they impact traffic flow?

#### Response:

Air Carriers operate flights from 4am – 12am 7 days per week and their schedules are available to look up on their websites: <a href="www.flygrant.com">www.flygrant.com</a> and <a href="www.kenaiaviation.com">www.kenaiaviation.com</a>

**Plan Holder Question 8:** Are beer and wine sales permitted at this location? *Response:* 

At this time the RFP for the restaurant concession is only for food and non-alcoholic beverage sales. This could change in the future.

**Plan Holder Question 9:** Does the current restaurant draw a local customer base beyond travelers?

## Response:

Yes, both local residents and travelers frequent the restaurant, but specific records are not kept by the airport.

**Plan Holder Question 10:** Would catering, DoorDash, or Grubhub services be permissible from this location?

## Response:

Yes, and would need to be included in the Gross Receipts.

End of Addendum 1