



To: CAO for the Fraser Valley Regional District Board

Date: 2018-12-19

From: Paul Gipps, Chief Administrative Officer

Subject: Dan Sharrers Aquatic Centre Lease Agreement

RECOMMENDATION

THAT the Recreation, Culture and Airpark Services Commission consider a one year extension of the Dan Sharrers Aquatic Centre Lease Agreement with the District of Hope;

AND THAT staff be directed to draft a Modification of Lease Agreement for the consideration of Fraser Valley Regional District Board.

STRATEGIC AREA(S) OF FOCUS

Support Healthy & Sustainable Communities
Provide Responsive & Effective Public Services

SUMMARY

The Dan Sharrers Aquatic Centre Lease between the FVRD and the District of Hope dated January 1, 2009 is set to expire on December 31, 2018. The Recreation, Culture and Airpark Services Commission is currently investigating potential capital upgrades to the facility and potential use of additional lands not currently identified within the lease.

BACKGROUND

The Hope and Area Recreation Centre is composed of two separate buildings joined by a breezeway. The District of Hope is the owner of the Dan Sharrers Aquatic Centre (including the pool, weight rooms, and offices) as well as the adjoining library, and the Fraser Valley Regional District is the owner of the arena and the conference centre. The Fraser Valley Regional District operates the entire building with the exception of the library. The District of Hope owns the land where the recreation centre is located, and is currently responsible for all repairs and maintenance to that land. The lease agreement governing this arrangement between the Fraser Valley Regional District and the District of Hope was created in 2009, and modified in 2014 (see documents attached).

DISCUSSION

Section 6 and 7 of the DSAC lease agreement define the maintenance and repair responsibilities of both the landlord (District of Hope) and the tenant (FVRD).

To obtain estimates regarding upcoming capital projects and costs, the RCAS Commission partnered with the District of Hope to contract an engineering firm to perform a building assessment of both the DSAC and arena. RJC Engineers was hired to perform this work after a competitive RFP process in July 2018. The report is currently in draft format, with a final report expected before the end of 2018. Staff is requesting that the RCAS Commission consider a one year extension of the Dan Sharrers

Aquatic Centre Lease Agreement with the District of Hope to allow for a full review of upcoming capital projects and possible grant funding opportunities.

COMMENT BY:

Mike Veenbaas, Chief Financial Officer: Reviewed and Supported