

NO: R261

COUNCIL DATE: December 16, 2024

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## REGULAR COUNCIL

TO: **Mayor & Council** DATE: **December 12, 2024**

FROM: **General Manager, Corporate Services** FILE: **0710-130**

SUBJECT: **Award of Contract No. 1220-020-2024-006 for North Surrey Recreation Centre Demolition**

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## RECOMMENDATION

The Corporate Services Department recommends that Council:

1. Award contract No 1220-020-2024-006 for the North Surrey Recreation Centre Demolition to Division 2 Contracting Ltd. in the amount of \$1,197,000.00, including applicable taxes;
2. Set the expenditure authorization limit for this contract to \$1,436,400.00, including applicable taxes and contingencies; and
3. Authorize the General Manager, Corporate Services Department, or his delegate to execute Contract No. 1220-020-2024-006.

## INTENT

The purpose of this report is to obtain Council approval to award Contract No. 1220-020-2024-006 (the “Contract”) to Division 2 Contracting Ltd. for the North Surrey Recreation Centre Demolition (“the Project”) as described in this report.

## DISCUSSION

### Background

The City of Surrey is proceeding with the demolition of the former North Surrey Recreation Centre (NSRC) at 10275 City Parkway to facilitate the development of two high-rise commercial office towers with ground-level retail units and a public plaza. This project represents the initial phases of the ‘Centre Block’ redevelopment, as outlined in Development Application 7920-0233-00, approved by Council on March 11, 2024.

The scope of work includes the removal of hazardous materials, abatement procedures, demolition, and the off-site disposal of all building materials and contents. The project is scheduled to begin on January 6, 2025, with completion anticipated by June 2025.

### Demolition Sequence:

To ensure safety, efficiency, and minimal disruption to the surrounding community, the demolition process will follow a phased approach, subject to adjustments as needed:

1. **Hazardous Materials Removal:**

All hazardous materials will be safely removed in compliance with environmental and safety regulations, minimizing risks to workers and the public.

2. **Staged Demolition:**

Given the site's proximity to the SkyTrain line and City Centre bus loop, the demolition will proceed in the following order:

- **Arena 1:** Located on the north side of the building will be demolished first.
- **Arena 2 and Pool:** Will follow after Arena 1 demolition is complete.

### Traffic and Pedestrian Impacts:

While efforts will be made to minimize disruptions, some impacts are inevitable. Traffic control measures and strategic scheduling will be implemented to reduce inconvenience. Disruptions are expected, particularly near the west entrance to the City Hall parkade and along University Drive.

### INVITATION TO TENDER

An Invitation to Tender (ITT) was issued on October 24, 2024, and advertised on the City's website and the BC Bid platform. The ITT closed on November 8, 2024, yielding the following nine submissions (including GST):

**Table 1**

	<b>Contractor</b>	<b>Tendered Amount (incl GST)</b>
1	Division 2 Contracting Ltd.	\$1,197,000.00
2	D&S Bulldozing Ltd.	\$1,391,069.40
3	Priestley Demolition Inc.	\$1,869,663.93
4	Matcon Demolition Ltd.	\$1,942,290.00
5	MWL Demolition Ltd.	\$2,212,512.75
6	Clearview Demolition Ltd	\$2,234,320.20
7	Pacific Blasting & Demolition Ltd.	\$3,481,054.50
8	Evergreen Demolition Ltd.	\$3,606,225.00
9	Dutch Brothers Demo	\$5,250,000.00

## **EVALUATION**

The City's Project Team has thoroughly reviewed the submissions for accuracy, completeness, and relevant experience. Division 2 Contracting Ltd. has been identified as providing the best overall value to the City. In addition, Division 2 Contracting Ltd. has no outstanding legal claims against the City. Accordingly, it is recommended that Division 2 Contracting be awarded Contract 1220-020-2024-006.

## **FUNDING**

Funding for this contract is available in the approved 2024 Corporate Capital Budget.

## **LEGAL SERVICES REVIEW**

Legal Services has reviewed this report.

## **CONCLUSION**

It is recommended that Council approve the award of the contract for the North Surrey Recreation Centre Demolition to Division 2 Contracting Ltd in the amount of \$1,436,400.00 (including applicable taxes and contingency).

Joey Jatinder Singh Brar  
General Manager, Corporate services