

COUNCIL REPORT

Report Date:June 4, 2025Contact:Alexander RalphContact No.:604.829.2092RTS No.:17966VanRIMS No.:08-2000-20Meeting Date:July 9, 2025Submit comments to Council

TO: Standing Committee on Policy and Strategic Priorities

FROM: General Manager of the Vancouver Park Board and Chief Procurement Officer

SUBJECT: Contract Award for Operator for Kitsilano Beach Restaurant

Recommendations

- A. THAT Council authorize City staff to negotiate an agreement for Operator for Kitsilano Beach Restaurant with Hawksworth Restaurant Services Inc. for an initial term of ten (10) years, with the City's option to extend for two (2) additional fiveyear (5-year) terms, for a maximum total term of twenty (20) years. The City will not provide any financial contribution to the operator during the contract.
- B. THAT Council delegate its authority to execute the Agreement to the City's Director of Legal Services, Chief Procurement Officer, and General Manager of the Vancouver Park Board.

No legal rights or obligations will be created by Council's approval of Recommendations A and B unless and until the City executes and delivers the Agreement.

Purpose and Executive Summary

The Vancouver Board of Parks and Recreation is seeking to establish a new Lease Agreement with a qualified restaurant management company for the operation of the Kitsilano Beach Restaurant, currently known as The Boathouse Restaurant. The existing lease expires on January 31, 2026. The new lease is expected to increase revenues for the Park Board and secure capital investments in the facilities funded by the proponent.

The City issued a Request for Proposal PS20241045-VBPR-RFP on December 11, 2024 for Operator (Lease) for Kitsilano Beach Restaurant. The City advertised the RFP on the City of Vancouver website and BC Bid in accordance with the City's Procurement Policy (ADMIN-008). City staff on the RFP evaluation committee and the Bid Committee have considered the responses received and recommended that the City negotiate an agreement with Hawksworth Restaurant Services Inc.

Council Authority/Previous Decisions

Pursuant to the City's Procurement Policy (ADMIN-008), Council has authority to approve the contract following review and recommendations by the City's Bid Committee. The Bid Committee has considered the responses to the RFP and recommends Hawksworth Restaurant Services Inc. as the successful proponent.

There is no applicable Council authority or previous decisions related to this report.

City Manager's Comments

The City Manager concurs with the foregoing recommendations.

Context and Background

The Vancouver Board of Parks and Recreation is seeking to establish a new Lease Agreement with a qualified restaurant management company for the operation of the Kitsilano Beach Restaurant, currently known as The Boathouse Restaurant. The existing lease expires on January 31, 2026. The current operation is in need of significant capital investment, revitalized branding and facilities and improved concession services to enhance its appeal and attract a broader customer base. The objective is to transform the space into a destination-style restaurant that offers a high-quality brunch, lunch, dinner and private dining experiences, complemented by concession services.

The initiative supports the City's long-term sustainability and tourism goals, including the Park Board's Think Big Strategy, by updating and modernizing the existing facility, enhancing visitor experiences, and promoting green practices.

The purpose of the RFP was to identify a qualified operator with the capability to meet the City's requirements for the operation of the Kitsilano Beach Restaurant, while offering a competitive lease rate structure and satisfactory level of service. The City will enter into a Lease Agreement with the successful proponent, subject to final negotiations, to provide the operator services.

Discussion

The RFP was issued in accordance with the City's Procurement Policy (ADMIN-008). The City received responses from Aquilini Restaurants Limited Partnership (doing business as Toptable Group), Hawksworth Restaurant Services Inc., and Tap & Barrel Group Ltd. The responses were evaluated, using both quantitative and qualitative factors, by an evaluation team comprised of representatives from Parks & Recreation and Real Estate, Environment and Facilities Management, under the stewardship of Supply Chain Management, to assess each response's overall value.

Some of the criteria considered in the overall evaluation process included:

- Expertise in the restaurant management industry and ability to meet the City's requirements;
- Sustainable & Ethical Procurement requirements, and
- Demonstrated ability to provide a self-sustained operation with no financial contribution from the City.

The evaluation team concluded that the proposal submitted by Hawksworth Restaurant Services Inc. met the City's requirements as outlined in the RFP and provided the best overall value to the City.

Financial Implications

The new operation is expected to serve as a revenue-generating program for the City for the duration of the Agreement, but the incremental revenue may not be material. The City will not compensate the successful proponent for the capital investment. Hawksworth Restaurant Services Inc. will be responsible for all capital and operating expenditures.

The recommended proposal demonstrates that Hawksworth Restaurant Services Inc. can implement a viable restaurant operation at no direct cost to the City.

Legal Implications

The City's Procurement Policy (ADMIN-008) requires the Director of Legal Services to execute all contracts that have been awarded by the Bid Committee and Council.

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