

HAMPSHIRE COUNTY COUNCIL**Decision Report**

Decision Maker:	Executive Member for Policy and Resources
Date:	24 July 2014
Title:	Procurement Approvals 2014-15
Reference:	5904
Report From:	Director of Culture, Communities and Business Services

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1. Executive Summary

1.1. The purpose of this report is to present the relevant procurement approvals in relation to the framework agreements and contracts as listed in Appendix 1. This approval is in accordance with the County Council's Contract Standing Orders and Constitution.

2. Background

2.1. The County Council's Contract Standing Orders (CSO 3) requires that 'The commencement of a procurement process for a Contract is subject to the prior approval of the relevant decision maker who has the authority to give such approval under the Constitution.' This report requests approval to procure for framework agreements and approval to procure and spend for contracts which require approval by the Executive Member as they have a value, or estimated value, in excess of £1 million (including capital projects in excess of £250,000).

2.2. Framework agreements are not linked to specific one-off purchases or projects but provide for the ongoing routine goods and services requirements of a large number of individual budget holders, either through direct call-offs or mini-competitions as required by each framework agreement. Therefore, the framework agreement values are only estimates and actual expenditure will be determined by the actual commitments made by budget holders. Framework agreements therefore only require Approval to Procure and not Approval to Spend. However approval to procure and spend will be required in relation to each separate contract called-off under the framework given that those contracts will include contractual obligations in relation to payment for services/goods/works. Likewise, approval to procure and spend will be required in relation to any other contracts which are to be procured individually and have not been called-off under a framework agreement.

- 2.3. Some of the approvals in this report are revised approvals because either the estimated value, start date or the procurement approach has been amended. Such amendments are often due to new partners joining the arrangements or a more appropriate procurement approach being developed.

3. Recommendations

- 3.1. That procurement and spend approvals, as appropriate, be given for the framework agreements and contracts as detailed in Appendix 1.

CORPORATE OR LEGAL INFORMATION:**Links to the Corporate Strategy**

Hampshire safer and more secure for all:	No
Corporate Improvement plan link number (if appropriate):	
Maximising well-being:	Yes
Corporate Improvement plan link number (if appropriate):	
Enhancing our quality of place:	Yes
Corporate Improvement plan link number (if appropriate):	

Other Significant Links

Links to previous Member decisions:		
<u>Title</u>	<u>Reference</u>	<u>Date</u>
Direct links to specific legislation or Government Directives		
<u>Title</u> None		<u>Date</u>

Section 100 D - Local Government Act 1972 - background documents

The following documents discuss facts or matters on which this report, or an important part of it, is based and have been relied upon to a material extent in the preparation of this report. (NB: the list excludes published works and any documents which disclose exempt or confidential information as defined in the Act.)

<u>Document</u>	<u>Location</u>
None	

IMPACT ASSESSMENTS:

1. Equalities Impact Assessment:

1.1. Equality impact assessment has been considered in the development of this report and no adverse impact has been identified. The current Corporate Procurement Strategy aims to improve the equalities performance of external suppliers where appropriate and the Strategy has been subject to an equalities impact assessment.

2. Impact on Crime and Disorder:

2.1. The current Corporate Procurement Strategy recognises that community cohesion, safety and security is a key part of the County Council's corporate priorities. The Strategy aims to continue to identify where procurement can ensure that appropriate contracts include provisions for crime and disorder reduction and that procurement arrangements do not have an adverse impact on community safety issues.

3. Climate Change:

3.1. The current Corporate Procurement Strategy does not have a direct impact on our carbon footprint and energy consumption, although it aims to improve the County Council's performance on sustainable procurement.

Procurement and Spend Approvals over £1m

Lead Authority (Collaborative Contracts)	Title	Contract Term and Estimated Start Date	Anticipated County Council total value over term	Anticipated total value over term (collaborative – HCC Lead)	Approval Required	Ref
Hampshire	<u>Framework for the provision of Supply Teachers</u> Creation of multi supplier framework for the provision of supply teachers for use by schools within Hampshire and partner authorities. Original approval given by the Executive Member for Policy and Resources Decision Day on 10 April 2014 has been revised to accommodate potential partner authorities.	Framework for 2 years, with option to extend for 2 further year. Start date of 01/10/2014	£28 million	£34 million	Revised approval to procure	1
Hampshire	<u>Corporate Media Advertising</u> Creation of framework for the provision of Corporate Media Advertising for Hampshire and Partners.	Framework for 4 years, including a 12 month extension period, with a start date of 1/1/2015	£3.2 million		Approval to procure	2
	<u>HCC 2016 mini competition for Education Basic Need</u> Provision of new high quality school places across the County. Procurement approval is sought to progress the pre-construction stages as part of Tranche 5 of the Children's Services Capital Programme 2014/15 to 2016/17 for the delivery of school places for Hampshire County Council (HCC). The primary age projects will enable HCC to maximise the benefits and efficiencies of this procurement strategy that have been demonstrated within Tranche 1-4 of the programme. The pre-construction fee includes an allowance for an element of contractor design. It is proposed that the programme is procured utilising procurement arrangements available to HCC and its partners in full compliance with Contract Standing Orders.					

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	The HCC 2016 programme includes a number of proposed projects already reported to the Executive Member for Policy and Resources (Decision Day 1 November 2013), additionally it is proposed to include the following HCC Projects that require approval to procure and spend:						
	<u>Barton Farm, Winchester</u> New 2FE (form entry) Primary School To be completed for occupation September 2016 subject to developer contributions.	Subject to developer progress	Pre construction value: £400,000 of Gross project value of £6.9 million based on approved capital funding	N/A	Approval to procure and Approval to spend	3	
	<u>Boorley Green, Hedge End</u> New 2FE (form entry) Primary School To be completed for occupation September 2016 subject to developer contributions.	Subject to developer progress	Pre-construction value: £400,000 of Gross Project value of £6.9 million based on approved capital funding	N/A	Approval to procure and Approval to Spend	4	
	<u>Popley Primary places</u> 1FE (form entry) expansion (4FE total) Directly linked to North Marnel Park Housing. To be completed for occupation by September 2016. The preferred strategy to expand Marnel School to provide capacity for Popley Primary places has been confirmed, together with the location, number and scope of the projects, at the Executive Member for Children’s Services Decision Day on	Earliest Start on site from late Spring 2015	Pre-construction value: £250,000 of Gross Project value of £3.6 million based on approved capital funding	N/A	Approval to procure and Approval to Spend	5	

Lead Authority (Collaborative Contracts)	Title	Contract Term and Estimated Start Date	Anticipated County Council total value over term	Anticipated total value over term (collaborative – HCC Lead)	Approval Required	Ref
	26 March 2014.					
	<u>Tower Hill, Rushmoor</u> Up to 1FE (form entry) expansion To be completed for occupation by September 2016.	Earliest Start on site from late Spring 2015	Pre-construction value: £250,000 of Gross Project value of £3.6 million based on approved capital funding	N/A	Approval to procure and Approval to Spend	6
	<u>Oakwood Infants, Hart</u> 90 new places at Infants To be completed for occupation September 2016. Linked to Dilly Lane housing development.	Earliest Start on site from late Spring 2015	Pre-construction value: £200,000 of Gross Project value of £2.4 million based on approved capital funding	N/A	Approval to procure and Approval to Spend	7
	<u>Greenfields Junior, Hart</u> 120 new places at Junior To be completed for occupation September 2016. Linked to Dilly Lane housing development.	Earliest Start on site from late Spring 2015	Pre-construction value: £200,000 of Gross Project value of £1.9 million based on approved capital funding	N/A	Approval to procure and Approval to Spend	8
	<u>Nursling Primary, Test Valley</u> 0.5 FE (3 class room extension) To be completed for occupation September 2016. Linked to new housing development	Earliest Start on site from late Spring 2015	Pre-construction value: £150,000 of Gross Project value of £1.6 million based on	N/A	Approval to procure and	9

Lead Authority (Collaborative Contracts)	Title	Contract Term and Estimated Start Date	Anticipated County Council total value over term	Anticipated total value over term (collaborative – HCC Lead)	Approval Required	Ref
			approved capital funding		Approval to Spend	
	<u>Other projects</u>					
	<u>Colden Common Primary School</u> 2 classroom extension to school. The project will be procured utilising procurement arrangements available to HCC and in accordance with contract standing orders.	Autumn 2014	Construction value £829,000	N/A	Approval to procure and Approval to Spend	10
	<u>Phase 1 Building, HMS Daedalus</u> Individual building for the Homes and Communities Agency (HCA) with employment use likely to be related to aviation activity.	Start on site from Spring 2015	£1.8 million – HCA funded	N/A	Approval to procure and Approval to Spend	11
	<u>Computer Aided Design Software</u> Revised approval to reflect a change to the Anticipated Total Value to cover new information from the market. Original approval given by the Executive Member for Policy and Resources at his Decision Day on 1 November 2013.	Framework Agreement of up to four years with a start date of October 2014	£2 million	£50 million	Revised Approval to procure.	12