

Report to the Cabinet

Meeting to be held on Thursday, 12 April 2018

Report of the Head of Service Procurement

Part I

Electoral Division affected:
All

Procurement Report - Request Amendment to Approval to Commence Procurement Exercises

(Appendix 'A' refers)

Contact for further information:

Rachel Tanner, Tel: (01772) 534904, Head of Service - Procurement

rachel.tanner@lancashire.gov.uk

Executive Summary

This report sets out a recommendation to amend the basis upon which the Cuerden Development Site – Earthworks procurement exercise will be undertaken. This report includes a revised estimated contract value of £3.8m, following the identification of additional works required as part of this procurement exercise since the original report was approved by Cabinet on 18 January 2018. The report provides detail on the additional works value identified for this project.

This is deemed to be a Key Decision and the provisions of Standing Order No.26 have been complied with.

Recommendation

The Cabinet is asked to approve the commencement of the procurement exercise, as revised and as set out in Appendix 'A', for the project identified above.

Background and Advice

As indicated in the original report approved by Cabinet on 18 January 2018, Appendix 'A' of this report sets out the details of the procurement exercise, and the basis upon which it is proposed to carry out the processes including:

- the description of the service being procured;
- the estimated annual contract value and the funding position;
- the contract description;
- the proposed basis for the evaluation of the tender submissions.

The additional works proposed to be included in the procurement exercise are set out in the revised Appendix 'A', which largely relate to the increase in value for the disposal of earth to a licensed tip, the excavation and disposal of tree stumps/roots, additional filling in of the voids left from the tree stumps/roots excavation and the additional requirement for levelling the ground as specified for the IKEA site.

Where approval has been received from the Cabinet to undertake a tender process which is deemed to be a Key Decision, the subsequent award of the Contract on the satisfactory completion of the tender exercise shall not be deemed a Key Decision and can be approved by the relevant Head of Service or Director.

On the conclusion of the procurement exercise, the award of the contracts will be made under the county council's Scheme of Delegation to Heads of Service, and in accordance with the council's procurement rules.

Consultations

Relevant Heads of Service and key operational staff have been consulted in drawing up the proposals to undertake the procurement exercises included within this report.

Implications:

This item has the following implications, as indicated:

Financial

The recommendation represents an increase of £1.8m from the originally approved works costs, and will need to be reflected as an increase to the capital programme if the additional costs cannot be contained within the current cost plan for the development.

Risk management

Failure to take steps to lawfully procure a contract would contravene the council's procurement rules and the Public Contract Regulations 2015.

List of Background Papers

Paper	Date	Contact/Tel
-------	------	-------------

N/A

Reason for inclusion in Part II, if appropriate

N/A